

Attorney Docket No.: 228-US-NEW3

Patent

Transmittal of Utility Patent Application for Filing

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EL270711348US

"Express Mail" Label Number

4 December 4, 2000

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Beta-secretase Enzyme Compositions and Methods

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β-SECRETASE ENZYME COMPOSITIONS AND METHODS

Field of the Invention

5 The invention relates to the discovery of various active forms of β-secretase, an enzyme that cleaves β-amyloid precursor protein (APP) at one of the two cleavage sites necessary to produce β-amyloid peptide (Aβ). The invention also relates to inhibitors of this enzyme, which are considered candidates or leads for therapeutic agents in the treatment of amyloidogenic diseases such as Alzheimer's disease. Further aspects of the present invention include screening methods, assays, and kits for discovering such
10 therapeutic inhibitors, as well as diagnostic methods for determining whether an individual carries a mutant form of the enzyme.

Background of the Invention

15 Alzheimer's disease is characterized by the presence of numerous amyloid plaques and neurofibrillary tangles present in the brain, particularly in those regions of the brain involved in memory and cognition. β-amyloid peptide (Aβ) is a 39-43 amino acid peptide that is major component of amyloid plaques and is produced by cleavage of a large protein known as the amyloid precursor protein (APP) at a specific site(s) within
20 the N-terminal region of the protein. Normal processing of APP involves cleavage of the protein at point 16-17 amino acids C-terminal to the N-terminus of the β-AP region, releasing a secreted ectodomain, α-sAPP, thus precluding production of β-AP. Cleavage by a putative β-secretase enzyme of APP between Met⁶⁷¹ and Asp⁶⁷² and subsequent processing at the C-terminal end of APP produces Aβ peptide which is highly implicated
25 in Alzheimer's pathology (Seubert, *et al.*, in *Pharmacological Treatment of Alzheimer's disease*, Wiley-Liss, Inc., pp. 345-366, 1997; Zhao, J., *et al.* *J. Biol. Chem.* 271: 31407-31411, 1996).

 It is not clear whether β-secretase enzyme levels and/or activity are inherently higher in Alzheimer's patients than normal; however, it is clear that the cleavage product
30 of this enzyme, Aβ peptide, is abnormally concentrated in amyloid plaques in the brain of

these patients. Therefore, it is desirable to isolate, purify and characterize the enzyme responsible for the pathogenic cleavage of APP in order to help answer this and other questions surrounding the etiology of the disease. In particular, it is also desirable to utilize the isolated enzyme, or active fragments thereof, in methods for screening

5 candidate drugs for ability to inhibit the activity of β -secretase in *in vitro* systems. Drugs exhibiting inhibitory effects on β -secretase activity are expected to be useful therapeutics in the treatment of Alzheimer's disease and other amyloidogenic disorders characterized by deposition of A β peptide containing fibrils.

U.S. Patent 5,744,346 (Chrysler, *et al.*) describes the initial isolation and partial
10 purification of β -secretase. The present invention provides a significant improvement in the purity of enzyme, by providing a purified β -secretase enzyme that is at least 200 fold purer. Such pure enzyme has utility in a number of applications, including crystallization for structure determination. The invention also provides the methods for producing recombinant forms of human and mouse β -secretase. It is a further discovery of the
15 present invention that human β -secretase is a so-called "aspartyl" (or "aspartic") protease, which is inhibited by certain polypeptides having 5 to 14 amino acids including polypeptides containing the non-natural amino acid residue, statine, as well as inhibitors containing a hydroxyethylene as an isosteric replacement of a peptide amide bond.

Additionally U.S. Pat. No. 5,192,668 entitled "Synthesis of Protease Inhibitor,"
20 issued Mar. 9, 1993; U.S. Pat. No. 5,188,950 entitled "Method of Preparing HIV Protease Inhibitors," issued Feb. 23, 1993; U.S. Pat. No. 5,187,074 entitled "Method of Hydroxylation with ATCC 55086," issued Feb. 16, 1993; and U.S. Pat. No. 5,175,298 entitled "Dipeptide Hydroxy Ethylene Isostere Synthesis and Intermediate Therefor,"
25 issued Dec. 29, 1992, relate to the synthesis and use of hydroxyethylene isosteres as protease inhibitors and are hereby incorporated in their entirety with the same effect as if each were incorporated separately by reference.

Summary of the Invention

This invention is directed to a purified β -secretase protein and in particular to a purified protein characterized by a specific activity of at least about 0.1×10^5 nM/h/ μ g protein in a C125-SW substrate assay.

This invention is further directed to a crystalline protein composition formed from
 5 a purified β -secretase protein, including a composition where the purified protein is characterized by an ability to bind to the β -secretase inhibitor substrate P10-P4'sta D \rightarrow V which is at least equal to an ability exhibited by a protein having the amino acid sequence SEQ ID NO: 70 [46-419], when said proteins are tested for binding to said substrate under the same conditions. The invention also includes a crystalline protein composition
 10 containing a β -secretase substrate or inhibitor molecule.

Another aspect of the invention is directed to an isolated protein, comprising a polypeptide that (i) is fewer than about 480 amino acid residues in length, (ii) includes an amino acid sequence that is at least 90% identical to SEQ ID NO: 58 [46-452] including conservative substitutions thereof, and (iii) exhibits β -secretase activity, as evidenced by
 15 an ability to cleave MBP-C125sw.

Additionally, this invention has found that an isolated protein, comprising a polypeptide that (i) is fewer than about 480 amino acid residues in length, (ii) includes an amino acid sequence that is at least 90% identical to SEQ ID NO: 75 [63-423] including conservative substitutions thereof, and (iii) exhibits β -secretase activity, as evidenced by
 20 an ability to cleave MBP-C125sw is useful for structure activity inhibitor design.

The invention further includes an antibody which binds specifically to any of the protein compositions of claims 1-13 or 25-36, wherein said antibody further lacks significant immunoreactivity with a protein having the sequence SEQ ID NO: 2 [1-501].

Another aspect of the invention is directed to an isolated nucleic acid, comprising
 25 a sequence of nucleotides that encodes the β -secretase protein, or a complementary sequence of any of such nucleotides. Additionally, the invention includes an expression vector comprising such isolated nucleic acids operably linked to the nucleic acid with regulatory sequences effective for expression of the nucleic acid in a selected host cell. The host cells can be an eukaryotic cell, a bacterial cell, an insect cell or a yeast cell.

30 The invention is also directed to a method of screening for compounds that inhibit A β production, comprising contacting a β -secretase polypeptide with (i) a test compound

and (ii) a β -secretase substrate, and selecting the test compound as capable of inhibiting A β production if said β -secretase polypeptide exhibits less β -secretase activity in the presence of said compound than in the absence of said compound. It further includes administering said test compound to a mammalian subject having Alzheimer's disease or Alzheimer's disease like pathology, and selecting said compound as a therapeutic agent candidate if, following such administration, said subject maintains or improves cognitive ability or said subject shows reduce plaque burden.

Another aspect of the invention includes the method of screening for compounds that inhibit A β production, comprising measuring binding of a β -secretase polypeptide with a β -secretase inhibitor compound in the presence of a test compound, and selecting the test compound as β -secretase active-site binding compound, if binding of the inhibitor in the presence of said test compound is less than binding of the inhibitor in the absence of said test compound.

Another aspect of the invention is a method of screening for drugs effective in the treatment of Alzheimer's disease or other cerebrovascular amyloidosis characterized by A β deposition, comprising administering to a mammalian subject which is characterized by overexpression and/or deposition of A β , a test compound selected for its ability to inhibit β -secretase activity of β -secretase protein, and selecting the compound as a potential therapeutic drug compound, if it reduces the amount of A β deposition in said subject or if it maintains or improves cognitive ability in said subject.

Another aspect of the invention is directed to a method of treating a patient afflicted with or having a predilection for Alzheimer's disease or other cerebrovascular amyloidosis, comprising blocking the enzymatic hydrolysis of APP to A β in the patient by administering to the patient a pharmaceutically effective dose of a compound effective to inhibit a β -secretase protein.

An additional aspect of the invention is a therapeutic drug for the treatment of Alzheimer's disease or other cerebrovascular amyloidosis characterized by deposition of A β peptide, wherein said drug is selected for its ability to inhibit the enzymatic activity of a β -secretase protein, including where the inhibition of enzymatic activity is evidenced by

a K_i of less than about 50 μM in a MBP-APP sw assay. Within this aspect are further included, peptide and peptide derivative molecules containing statine residues therein which are capable of binding and inhibiting beta –secretase at the P1 –P1’ of the enzyme active site, and also hydroxyethylene isosteric replacements at the P1 –P1’ active site.

5 Lastly, the invention is directed to method of diagnosing the presence of or a predilection for Alzheimer’s disease in a patient, comprising measuring β -secretase enzymatic activity in a cell sample from said patient, and diagnosing the patient as having or having a predilection for Alzheimer’s disease, if said level enzymatic activity level is significantly greater than a pre-determined control activity level.

10 These and other objects and features of the invention will become more fully apparent when the following detailed description of the invention is read in conjunction with the accompanying drawings.

Brief Description of the Figures

15 FIG. 1A shows the sequence of a polynucleotide (SEQ ID NO: 1) which encodes human β -secretase translation product shown in FIG. 2A.

FIG. 1B shows the polynucleotide of FIG. 1A, including putative 5’- and 3’- untranslated regions (SEQ ID NO: 44).

20 FIG. 2A shows the amino acid sequence of the predicted translation product of the open reading frame of the polynucleotide sequence shown in FIGS. 1A and 1B.

FIG. 2B shows the amino acid sequence of an active fragment of human β -secretase (SEQ ID NO: 43).

25 FIG. 3A shows the translation product that encodes an active fragment of human β -secretase, 452stop, (amino acids 1-452 with reference to SEQ ID NO: 2; SEQ ID NO: 59) including a FLAG-epitope tag (underlined; SEQ ID NO: 45) at the C-terminus.

FIG. 3B shows the amino acid sequence of a fragment of human β -secretase (amino acids 46-452 with reference to SEQ ID NO: 2; SEQ ID NO: 58) including a FLAG-epitope tag (underlined; SEQ ID NO: 39) at the C-terminus.

FIG. 4 shows the sequence of the inhibitor P10-P4’s_{taD}->V (SEQ ID NO: 72).

FIG. 5 shows the full length amino acid sequence of β -secretase 1-501 (SEQ ID NO: 2), including the ORF which encodes it (SEQ ID NO: 1), with certain features indicated, such as “active-D” sites indicating the aspartic acid active catalytic sites, the transmembrane region commencing at position 453, as well as leader sequence (1-22; SEQ ID NO: 46) and putative pre-pro region (23-45; SEQ ID NO: 47) and where the polynucleotide region corresponding the proenzyme region (nt 135-1503) represents SEQ ID NO: 44. .

FIGS. 6A and 6B show images of silver-stained SDS-PAGE gels on which purified β -secretase containing fractions were run under reducing (6A) and non-reducing (6B) conditions.

FIG. 7 shows a silver-stained SDS-PAGE of β -secretase purified from heterologous 293T cells expressing the recombinant enzyme.

FIG. 8 shows a silver-stained SDS-PAGE of β -secretase purified from heterologous Cos A2 cells expressing the recombinant enzyme.

FIG. 9 shows a scheme in which primers derived from the N-terminus of purified naturally occurring β -secretase were used to PCR-clone additional portions of the molecule.

FIG. 10 shows an alignment of the amino acid sequence of human β -secretase (“Human Impain.seq”) compared to various mouse constructs, with the lowest construct in each row (“pBS/mImpain H#3 cons”) representing a consensus mouse sequence: SEQ ID NO: 65.

FIG. 11 shows a plot of substrate dependence of P20-P4’ peptide digests.

FIG. 12 shows a schematic of pCEK.clone 27 used to transfect mammalian cells with β -secretase.

FIG. 13(A-E) shows the nucleotide sequence of pCEK clone 27 (SEQ ID NO: 49), with the OFR indicated by the amino acid sequence SEQ ID NO: 2.

FIG. 14 shows a plot of β -secretase activity in cell lysates from COS cells transfected with vectors derived from clones encoding β -secretase.

FIGS. 15A and 15B show photos of SDS PAGE gels triplicate samples of the lysates made from heterologous cells transfected with mutant APP (751wt) and β -

galactosidase as control ("751wt/ β gal") for cells transfected with mutant APP (751 wt) and β -secretase ("751wt/ β secretase") (15A), and for cells transfected with mutant APP/ β galactosidase ("751sw/ β gal") and with APP plus β -galactosidase ("751sw/ β sec").

FIGS. 16A and 16B show Western blots of cell supernatants tested for presence or increase in sAPP.

FIGS. 17A and 17B show Western blots of α -cleaved APP substrate in co-expression cells.

FIG. 18 shows A β (x-40) production in 293T cells cotransfected with APP and β -secretase.

FIG. 19 shows a schematic of an APP substrate fragment, and its use in conjunction with antibodies SW192 and 8E-192 in the assay.

FIG. 20 shows a schematic of a second APP substrate fragment derived from APP 638, and its use in conjunction with antibodies SW192 and 8E-192 in the assay.

FIG. 21 shows a schematic of pohCK751 vector.

Brief Description of the Sequences

SEQ ID NO: 1 is a nucleic acid sequence that encodes human β -secretase, including an active fragment, as exemplified herein.

SEQ ID NO: 2 is the predicted translation product of SEQ ID NO: 1.

SEQ ID NOS: 3- 21 are degenerate oligonucleotide primers described in Example 1 herein, designed from regions of SEQ ID NO: 2.

SEQ ID NOS: 22-41 are additional oligonucleotide primers used in PCR cloning methods described herein.

SEQ ID NO: 42 is the polynucleotide sequence that encodes the active enzyme β -secretase shown as SEQ ID NO: 43.

SEQ ID NO: 43 is the sequence of an active enzyme portion of human β -secretase, the N-terminus of which corresponds to the N-terminus of the predominant form of the protein isolated from natural sources [46-501].

SEQ ID NO: 44 is a polynucleotide which encodes SEQ ID NO: 2, including a 5' untranslated region.

SEQ ID NO: 45 is the FLAG sequence used in conjunction with certain polynucleotides.

5 SEQ ID NO: 46 is the putative leader region of β -secretase [1-22].

SEQ ID NO: 47 is the putative pre-pro region of β -secretase [23-45].

SEQ ID NO: 48 is the sequence of the clone pCEK Cl.27 (FIG. 13A-E).

SEQ ID NO: 49 is a nucleotide sequence of a fragment of the gene which encodes human β -secretase.

10 SEQ ID NO: 50 is the predicted translation product of SEQ ID NO: 49.

SEQ ID NO: 51 is the predicted internal amino acid sequence of a portion of human β -secretase.

SEQ ID NOS: 52 and 53 are peptide substrates suitable for use in β -secretase assays used in the present invention.

15 SEQ ID NO: 54 is a peptide sequence cleavage site recognized by human β -secretase.

SEQ ID NO: 55 is amino acids 46-66 of SEQ ID NO: 2.

SEQ ID NO: 56 is an internal peptide just N-terminal to the transmembrane domain of β -secretase.

20 SEQ ID NO: 57 is β -secretase [1-419].

SEQ ID NO: 58 is β -secretase [46-452].

SEQ ID NO: 59 is β -secretase [1-452].

SEQ ID NO: 60 is β -secretase [1-420].

SEQ ID NO: 61 is EVM[hydroxyethylene]AEF.

25 SEQ ID NO: 62 is the amino acid sequence of the transmembrane domain of β -secretase (FIG. 5).

SEQ ID NO: 63 is P20-P4' of APPwt.

SEQ ID NO: 64 is P26-P1' of APPwt.

SEQ ID NO: 65 is mouse β -secretase (FIG. 10, lower sequence).

30 SEQ ID NO: 66 is β -secretase [22-501].

SEQ ID NO: 67 is β -secretase [58-501].

SEQ ID NO: 68 is β -secretase [58-452].

SEQ ID NO: 69 is β -secretase [63-501].

SEQ ID NO: 70 is β -secretase [63-452].

5 SEQ ID NO: 71 is β -secretase [46-419].

SEQ ID NO: 72 is P10-P4'staD \rightarrow V.

SEQ ID NO: 73 is P4-P4'staD \rightarrow V.

SEQ ID NO: 74 is β -secretase [22-452].

SEQ ID NO: 75 is β -secretase [63-423].

10

Detailed Description of the Invention

I. Definitions

Unless otherwise indicated, all terms used herein have the same meaning as they would to one skilled in the art of the present invention. Practitioners are particularly
 15 directed to Sambrook, *et al.* (1989) Molecular Cloning: A Laboratory Manual (Second Edition), Cold Spring Harbor Press, Plainview, N.Y., and Ausubel, F.M., *et al.* (1998) Current Protocols in Molecular Biology, John Wiley & Sons, New York, NY, for definitions, terms of art and standard methods known in the art of molecular biology, particularly as it relates to the cloning protocols described herein. It is understood that this
 20 invention is not limited to the particular methodology, protocols, and reagents described, as these may be varied to produce the same result.

The terms "polynucleotide" and "nucleic acid" are used interchangeably herein and refer to a polymeric molecule having a backbone that supports bases capable of hydrogen bonding to typical polynucleotides, where the polymer backbone presents the bases in a
 25 manner to permit such hydrogen bonding in a sequence specific fashion between the polymeric molecule and a typical polynucleotide (*e.g.*, single-stranded DNA). Such bases are typically inosine, adenosine, guanosine, cytosine, uracil and thymidine. Polymeric molecules include double and single stranded RNA and DNA, and backbone modifications thereof, for example, methylphosphonate linkages.

The term "vector" refers to a polynucleotide having a nucleotide sequence that can assimilate new nucleic acids, and propagate those new sequences in an appropriate host. Vectors include, but are not limited to recombinant plasmids and viruses. The vector (*e.g.*, plasmid or recombinant virus) comprising the nucleic acid of the invention can be in a carrier, for example, a plasmid complexed to protein, a plasmid complexed with lipid-based nucleic acid transduction systems, or other non-viral carrier systems.

The term "polypeptide" as used herein refers to a compound made up of a single chain of amino acid residues linked by peptide bonds. The term "protein" may be synonymous with the term "polypeptide" or may refer to a complex of two or more polypeptides.

The term "modified", when referring to a polypeptide of the invention, means a polypeptide which is modified either by natural processes, such as processing or other post-translational modifications, or by chemical modification techniques which are well known in the art. Among the numerous known modifications which may be present include, but are not limited to, acetylation, acylation, amidation, ADP-ribosylation, glycosylation, GPI anchor formation, covalent attachment of a lipid or lipid derivative, methylation, myristylation, pegylation, prenylation, phosphorylation, ubiquitination, or any similar process.

The term "biologically active" used in conjunction with the term β -secretase refers to possession of a β -secretase enzyme activity, such as the ability to cleave β -amyloid precursor protein (APP) to produce β -amyloid peptide (A β).

The term "fragment," when referring to β -secretase of the invention, means a polypeptide which has an amino acid sequence which is the same as part of but not all of the amino acid sequence of full-length β -secretase polypeptide. In the context of the present invention, the full length β -secretase is generally identified as SEQ ID NO: 2, the ORF of the full-length nucleotide; however, according to a discovery of the invention, the naturally occurring active form is probably one or more N-terminal truncated versions, such as amino acids 46-501, 22-501, 58-501 or 63-501; other active forms are C-terminal truncated forms ending between about amino acids 450 and 452. The numbering system used throughout is based on the numbering of the sequence SEQ ID NO: 2.

An "active fragment" is a β -secretase fragment that retains at least one of the functions or activities of β -secretase, including but not limited to the β -secretase enzyme

activity discussed above and/or ability to bind to the inhibitor substrate described herein as P10-P4'staD->V. Fragments contemplated include, but are not limited to, a β -secretase fragment which retains the ability to cleave β -amyloid precursor protein to produce β -amyloid peptide. Such a fragment preferably includes at least 350, and more preferably at least 400, contiguous amino acids or conservative substitutions thereof of β -secretase, as described herein. More preferably, the fragment includes active aspartyl acid residues in the structural proximities identified and defined by the primary polypeptide structure shown as SEQ ID NO: 2 and also denoted as "Active-D" sites herein.

A "conservative substitution" refers to the substitution of an amino acid in one class by an amino acid in the same class, where a class is defined by common physicochemical amino acid sidechain properties and high substitution frequencies in homologous proteins found in nature (as determined, e.g., by a standard Dayhoff frequency exchange matrix or BLOSUM matrix). Six general classes of amino acid sidechains, categorized as described above, include: Class I (Cys); Class II (Ser, Thr, Pro, Ala, Gly); Class III (Asn, Asp, Gln, Glu); Class IV (His, Arg, Lys); Class V (Ile, Leu, Val, Met); and Class VI (Phe, Tyr, Trp). For example, substitution of an Asp for another class III residue such as Asn, Gln, or Glu, is a conservative substitution.

"Optimal alignment" is defined as an alignment giving the highest percent identity score. Such alignment can be performed using a variety of commercially available sequence analysis programs, such as the local alignment program LALIGN using a ktup of 1, default parameters and the default PAM. A preferred alignment is the pairwise alignment using the CLUSTAL-W program in MacVector, operated with default parameters, including an open gap penalty of 10.0, an extended gap penalty of 0.1, and a BLOSUM30 similarity matrix.

"Percent sequence identity", with respect to two amino acid or polynucleotide sequences, refers to the percentage of residues that are identical in the two sequences when the sequences are optimally aligned. Thus, 80% amino acid sequence identity means that 80% of the amino acids in two or more optimally aligned polypeptide sequences are identical. If a gap needs to be inserted into a first sequence to optimally align it with a second sequence, the percent identity is calculated using only the residues

that are paired with a corresponding amino acid residue (i.e., the calculation does not consider residues in the second sequences that are in the "gap" of the first sequence). Generally speaking, by way of example, when a protein composition is said to include 90% sequence identity to other proteins, this will not encompass longer proteins, such as

5 proteins that have C- and/or N-terminal regions that make the resulting polypeptide 10% longer, unless the sequence identity is spread over such terminal region(s).

A first polypeptide region is said to "correspond" to a second polypeptide region when the regions are essentially co-extensive when the sequences containing the regions are aligned using a sequence alignment program, as above. Corresponding polypeptide

10 regions typically contain a similar, if not identical, number of residues. It will be understood, however, that corresponding regions may contain insertions or deletions of residues with respect to one another, as well as some differences in their sequences.

A first polynucleotide region is said to "correspond" to a second polynucleotide region when the regions are essentially co-extensive when the sequences containing the regions are aligned using a sequence alignment program, as above. Corresponding

15 polynucleotide regions typically contain a similar, if not identical, number of residues. It will be understood, however, that corresponding regions may contain insertions or deletions of bases with respect to one another, as well as some differences in their sequences.

20 The term "sequence identity" means nucleic acid or amino acid sequence identity in two or more aligned sequences, aligned as defined above.

"Sequence similarity" between two polypeptides is determined by comparing the amino acid sequence and its conserved amino acid substitutes of one polypeptide to the sequence of a second polypeptide. Thus, 80% protein sequence similarity means that

25 80% of the amino acid residues in two or more aligned protein sequences are conserved amino acid residues, *i.e.* are conservative substitutions.

"Hybridization" includes any process by which a strand of a nucleic acid joins with a complementary nucleic acid strand through base pairing. Thus, strictly speaking, the term refers to the ability of the complement of the target sequence to bind to the test

30 sequence, or vice-versa.

"Hybridization conditions" are based in part on the melting temperature (T_m) of the nucleic acid binding complex or probe and are typically classified by degree of "stringency" of the conditions under which hybridization is measured. The specific conditions that define various degrees of stringency (i.e., high, medium, low) depend on the nature of the polynucleotide to which hybridization is desired, particularly its percent GC content, and can be determined empirically according to methods known in the art. Functionally, maximum stringency conditions may be used to identify nucleic acid sequences having strict identity or near-strict identity with the hybridization probe; while high stringency conditions are used to identify nucleic acid sequences having about 80% or more sequence identity with the probe.

The term "gene" as used herein means the segment of DNA involved in producing a polypeptide chain; it may include regions preceding and following the coding region, e.g. 5' untranslated (5' UTR) or "leader" sequences and 3' UTR or "trailer" sequences, as well as intervening sequences (introns) between individual coding segments (exons).

The term "isolated" means that the material is removed from its original environment (e.g., the natural environment if it is naturally occurring). For example, a naturally occurring polynucleotide or polypeptide present in a living animal is not isolated, but the same polynucleotide or polypeptide, separated from some or all of the coexisting materials in the natural system, is isolated. Such isolated polynucleotides could be part of a vector and/or such polynucleotides or polypeptides could be part of a composition, such as a recombinantly produced cell (heterologous cell) expressing the polypeptide, and still be isolated in that such vector or composition is not part of its natural environment.

An "isolated polynucleotide having a sequence which encodes β -secretase" is a polynucleotide that contains the coding sequence of β -secretase, or an active fragment thereof, (i) in isolation, (ii) in combination with additional coding sequences, such as fusion protein or signal peptide, in which the β -secretase coding sequence is the dominant coding sequence, (iii) in combination with non-coding sequences, such as introns and control elements, such as promoter and terminator elements or 5' and/or 3' untranslated regions, effective for expression of the coding sequence in a suitable host, and/or (iv) in a

vector or host environment in which the β -secretase coding sequence is a heterologous gene.

The terms "heterologous DNA," "heterologous RNA," "heterologous nucleic acid," and "heterologous polynucleotide" refer to nucleotides that are not endogenous to the cell or part of the genome in which they are present; generally such nucleotides have been added to the cell, by transfection, microinjection, electroporation, or the like. Such nucleotides generally include at least one coding sequence, but this coding sequence need not be expressed.

The term "heterologous cell" refers to a recombinantly produced cell that contains at least one heterologous DNA molecule.

A "recombinant protein" is a protein isolated, purified, or identified by virtue of expression in a heterologous cell, said cell having been transduced or transfected, either transiently or stably, with a recombinant expression vector engineered to drive expression of the protein in the host cell.

The term "expression" means that a protein is produced by a cell, usually as a result of transfection of the cell with a heterologous nucleic acid.

"Co-expression" is a process by which two or more proteins or RNA species of interest are expressed in a single cell. Co-expression of the two or more proteins is typically achieved by transfection of the cell with one or more recombinant expression vectors(s) that carry coding sequences for the proteins. In the context of the present invention, a cell can be said to "co-express" two proteins, if only one of the proteins is heterologous to the cell.

The term "expression vector" refers to vectors that have the ability to incorporate and express heterologous DNA fragments in a foreign cell. Many prokaryotic and eukaryotic expression vectors are commercially available. Selection of appropriate expression vectors is within the knowledge of those having skill in the art.

The terms "purified" or "substantially purified" refer to molecules, either polynucleotides or polypeptides, that are removed from their natural environment, isolated or separated, and are at least 90% and more preferably at least 95-99% free from other components with which they are naturally associated.

The term "crystallized protein" means a protein that has co-precipitated out of solution in pure crystals consisting only of the crystal, but possibly including other components that are tightly bound to the protein.

A "variant" polynucleotide sequence may encode a "variant" amino acid sequence that is altered by one or more amino acids from the reference polypeptide sequence. The variant polynucleotide sequence may encode a variant amino acid sequence, which contains "conservative" substitutions, wherein the substituted amino acid has structural or chemical properties similar to the amino acid, which it replaces. In addition, or alternatively, the variant polynucleotide sequence may encode a variant amino acid sequence, which contains "non-conservative" substitutions, wherein the substituted amino acid has dissimilar structural or chemical properties to the amino acid, which it replaces. Variant polynucleotides may also encode variant amino acid sequences, which contain amino acid insertions or deletions, or both. Furthermore, a variant polynucleotide may encode the same polypeptide as the reference polynucleotide sequence but, due to the degeneracy of the genetic code, has a polynucleotide sequence that is altered by one or more bases from the reference polynucleotide sequence.

An "allelic variant" is an alternate form of a polynucleotide sequence, which may have a substitution, deletion or addition of one or more nucleotides that does not substantially alter the function of the encoded polypeptide.

"Alternative splicing" is a process whereby multiple polypeptide isoforms are generated from a single gene, and involves the splicing together of nonconsecutive exons during the processing of some, but not all, transcripts of the gene. Thus, a particular exon may be connected to any one of several alternative exons to form messenger RNAs. The alternatively-spliced mRNAs produce polypeptides ("splice variants") in which some parts are common while other parts are different.

"Splice variants" of β -secretase, when referred to in the context of an mRNA transcript, are mRNAs produced by alternative splicing of coding regions, i.e., exons, from the β -secretase gene.

"Splice variants" of β -secretase, when referred to in the context of the protein itself, are β -secretase translation products that are encoded by alternatively-spliced β -secretase mRNA transcripts.

A "mutant" amino acid or polynucleotide sequence is a variant amino acid sequence, or a variant polynucleotide sequence, which encodes a variant amino acid sequence that has significantly altered biological activity from that of the naturally occurring protein.

5 A "substitution" results from the replacement of one or more nucleotides or amino acids by different nucleotides or amino acids, respectively.

The term "modulate" as used herein refers to the change in activity of the polypeptide of the invention. Modulation may relate to an increase or a decrease in biological activity, binding characteristics, or any other biological, functional, or
10 immunological property of the molecule.

The terms "antagonist" and "inhibitor" are used interchangeably herein and refer to a molecule which, when bound to the polypeptide of the present invention, modulates the activity of enzyme by blocking, decreasing, or shortening the duration of the biological activity. Competitive inhibition of an enzyme occurs when the inhibitor
15 molecule can combine with the free enzyme in such a way that it competes with the normal substrate for binding at the active site. The inhibitor molecule is not changed by the enzyme, but rather remains in the enzyme active or catalytic site until it dissociates from the complex. Thus it is apparent that one hallmark of a good inhibitor is its binding affinity. Higher affinities allow the inhibitor to compete more effectively with the
20 substrate for binding to the enzyme active site. An antagonist as used herein may also be referred to as a "β-secretase inhibitor" or "β-secretase blocker." Antagonists may themselves be polypeptides, nucleic acids, carbohydrates, lipids, small molecules (less than 1000 kD), or derivatives thereof, or any other ligand which binds to and modulates the activity of the enzyme.

25

III. β-Secretase Compositions

The present invention provides an isolated, active human β-secretase enzyme, which is further characterized as an aspartyl (aspartic) protease or proteinase, optionally, in purified form. As defined more fully in the sections that follow, β-secretase exhibits a
30 proteolytic activity that is involved in the generation of β-amyloid peptide from β-amyloid precursor protein (APP), such as is described in U.S. Patent 5,744,346, incorporated herein

by reference. According to an important feature of the present invention, a human form of β -secretase has been isolated, and its naturally occurring form has been characterized, purified and sequenced. According to another aspect of the invention, nucleotide sequences encoding the enzyme have been identified. In addition, the enzyme has been further

5 modified for expression in altered forms, such as truncated forms, which have similar protease activity to the naturally occurring or full length recombinant enzyme. Using the information provided herein, practitioners can isolate DNA encoding active forms of the protein from available sources and can express the protein recombinantly in a convenient expression system. Alternatively and in addition, practitioners can purify the enzyme from

10 natural or recombinant sources and use it in purified form to further characterize its structure and function. According to a further feature of the invention, polynucleotides and proteins of the invention are particularly useful in a variety of screening assay formats, including cell-based screening for drugs that inhibit the enzyme. Examples of uses of such assays, as well as additional utilities for the compositions are provided in Section IV, below.

15 β -secretase is of particular interest due to its activity and involvement in generating fibril peptide components that are the major components of amyloid plaques in the central nervous system (CNS), such as are seen in Alzheimer's disease, Down's syndrome and other CNS disorders.

20 A. Isolation of Polynucleotides encoding Human β -secretase

Polynucleotides encoding human β -secretase were obtained by PCR cloning and hybridization techniques as detailed in Examples 1-3 and described below. FIG. 1A shows the sequence of a polynucleotide (SEQ ID NO: 1) which encodes human β -secretase. Polynucleotides encoding human β -secretase are conveniently isolated from

25 any of a number of human tissues, preferably tissues of neuronal origin, including but not limited to neuronal cell lines such as the commercially available human neuroblastoma cell line IMR-32 available from the American Type Culture Collection (Manassas, VA; ATTC CCL 127) and human fetal brain, such as a human fetal brain cDNA library available from OriGene Technologies, Inc. (Rockville, MD).

Briefly, human β -secretase coding regions were isolated by methods well known in the art, using hybridization probes derived from the coding sequence provided as SEQ ID NO: 1. Such probes can be designed and made by methods well known in the art.

Exemplary probes, including degenerate probes, are described in Example 1.

- 5 Alternatively, a cDNA library is screened by PCR, using, for example, the primers and conditions described in Example 2 herein. Such methods are discussed in more detail in Part B, below.

cDNA libraries were also screened using a 3'-RACE (Rapid Amplification of cDNA Ends) protocol according to methods well known in the art (White, B.A., ed., PCR Cloning Protocols; Humana Press, Totowa, NJ, 1997; FIG. 9). Here primers derived from the 5' portion of SEQ ID NO: 1 are added to partial cDNA substrate clone found by screening a fetal brain cDNA library described above. A representative 3'RACE reaction used in determining the longer sequence is detailed in Example 3 and is described in more detail in Part B, below.

- 15 Human β -secretase, as well as additional members of the neuronal aspartyl protease family described herein may be identified by the use of random degenerate primers designed in accordance with any portion of the polypeptide sequence shown as SEQ ID NO: 2. For example, in experiments carried out in support of the present invention, and detailed in Example 1 herein, eight degenerate primer pools, each 8-fold degenerate, were designed based on a unique 22 amino acid peptide region selected from SEQ ID: 2. Such techniques can be used to identify further similar sequences from other species and/or representing other members of this protease family.

Preparation of polynucleotides

- 25 The polynucleotides described herein may be obtained by screening cDNA libraries using oligonucleotide probes, which can hybridize to and/or PCR-amplify polynucleotides that encode human β -secretase, as disclosed above. cDNA libraries prepared from a variety of tissues are commercially available, and procedures for screening and isolating cDNA clones are well known to those of skill in the art. Genomic libraries can likewise be screened to obtain genomic sequences including regulatory regions and introns. Such techniques are described in, for example, Sambrook *et al.* (1989) Molecular Cloning: A Laboratory Manual (2nd Edition), Cold Spring Harbor

Press, Plainview, N.Y. and Ausubel, FM *et al.* (1998) Current Protocols in Molecular Biology, John Wiley & Sons, New York, N.Y.

The polynucleotides may be extended to obtain upstream and downstream sequences such as promoters, regulatory elements, and 5' and 3' untranslated regions (UTRs). Extension of the available transcript sequence may be performed by numerous methods known to those of skill in the art, such as PCR or primer extension (Sambrook *et al.*, supra), or by the RACE method using, for example, the MARATHON RACE kit (Cat. # K1802-1; Clontech, Palo Alto, CA).

Alternatively, the technique of "restriction-site" PCR (Gobinda *et al.* (1993) PCR Methods Applic. 2:318-22), which uses universal primers to retrieve flanking sequence adjacent a known locus, may be employed. First, genomic DNA is amplified in the presence of primer to a linker sequence and a primer specific to the known region. The amplified sequences are subjected to a second round of PCR with the same linker primer and another specific primer internal to the first one. Products of each round of PCR are transcribed with an appropriate RNA polymerase and sequenced using reverse transcriptase.

Inverse PCR can be used to amplify or extend sequences using divergent primers based on a known region (Triglia T *et al.* (1988) Nucleic Acids Res 16:8186). The primers may be designed using OLIGO(R) 4.06 Primer Analysis Software (1992; National Biosciences Inc, Plymouth, Minn.), or another appropriate program, to be 22-30 nucleotides in length, to have a GC content of 50% or more, and to anneal to the target sequence at temperatures about 68-72°C. The method uses several restriction enzymes to generate a suitable fragment in the known region of a gene. The fragment is then circularized by intramolecular ligation and used as a PCR template.

Capture PCR (Lagerstrom M *et al.* (1991) PCR Methods Applic 1:111-19) is a method for PCR amplification of DNA fragments adjacent to a known sequence in human and yeast artificial chromosome DNA. Capture PCR also requires multiple restriction enzyme digestions and ligations to place an engineered double-stranded sequence into a flanking part of the DNA molecule before PCR.

Another method which may be used to retrieve flanking sequences is that of Parker, JD *et al.* (1991; Nucleic Acids Res 19:3055-60). Additionally, one can use PCR,

nested primers and PromoterFinder(TM) libraries to "walk in" genomic DNA (Clontech, Palo Alto, CA). This process avoids the need to screen libraries and is useful in finding intron/exon junctions. Preferred libraries for screening for full length cDNAs are ones that have been size-selected to include larger cDNAs. Also, random primed libraries are preferred in that they will contain more sequences which contain the 5' and upstream regions of genes. A randomly primed library may be particularly useful if an oligo d(T) library does not yield a full-length cDNA. Genomic libraries are useful for extension into the 5' nontranslated regulatory region.

The polynucleotides and oligonucleotides of the invention can also be prepared by solid-phase methods, according to known synthetic methods. Typically, fragments of up to about 100 bases are individually synthesized, then joined to form continuous sequences up to several hundred bases.

B. Isolation of β -Secretase

The amino acid sequence for the full-length human β -secretase translation product is shown as SEQ ID NO: 2 in FIG. 2A. This sequence was deduced from the nucleotide sequence information described in the previous section in conjunction with the methods described below. Comparison of this sequence with sequences determined from the biologically active form of the enzyme purified from natural sources, as described in Part 4, below, indicate that it is likely that the active form of the enzyme is represented by sequence shown in FIG. 2B (SEQ ID NO: 43), in which the first 45 amino acids of the open-reading frame deduced sequence have been removed. This suggests that the enzyme may be post-translationally modified by proteolytic activity, which may be autocatalytic in nature. Further analysis, illustrated by the schematics shown in FIG. 5 herein, indicates that the enzyme contains a hydrophobic, putative transmembrane region near its C-terminus. As described below, a further discovery of the present invention is that the enzyme can be truncated prior to this transmembrane region and still retain β -secretase activity.

1. Purification of β -secretase from Natural and Recombinant Sources

According to an important feature of the present invention, β -secretase has now been purified from natural and recombinant sources. Co-owned U.S. Patent 5,744,346, incorporated herein by reference, describes isolation of β -secretase in a single peak

having an apparent molecular weight of 260-300,000 by gel exclusion chromatography. It is a discovery of the present invention that the enzyme can be further purified by affinity column chromatography. The methods revealed herein have been used on preparations from brain tissue as well as on preparations from 293 and recombinant cells; accordingly, these methods are believed to be generally applicable over a variety of tissue sources. The practitioner will realize that certain of the preparation steps, particularly the initial steps, may require modification to accommodate a particular tissue source and will adapt such procedures according to methods known in the art.

Methods for purifying β -secretase from human brain as well as from cells are detailed in Example 5. Briefly, cell membranes or brain tissue are homogenized, fractionated, and subjected to various types of column chromatographic matrices, including wheat germ agglutinin-agarose (WGA), anion exchange chromatography and size exclusion. Activity of fractions can be measured using any appropriate assay for β -secretase activity, such as the MBP-C125 cleavage assay detailed in Example 4.

Fractions containing β -secretase activity elute from this column in a peak elution volume corresponding to a size of about 260-300 kilodaltons.

The foregoing purification scheme, which yields approximately 1,500-fold purification from is similar to that described in detail in U.S. Patent 5,744,346, incorporated herein by reference. In accordance with the present invention, further purification can be achieved by applying the cation exchange flow-through material to an affinity column that employs as its affinity matrix a specific inhibitor of β -secretase, termed "P10—P4'staD->V" (FIG. 5). This inhibitor, and methods for making a Sepharose affinity column, which incorporates it, are described in Example 7.

After washing the column, β -secretase and a limited number of contaminating proteins were eluted with pH 9.5 borate buffer. The eluate was then fractionated by anion exchange HPLC, using a Mini-Q column. Fractions containing the activity peak were pooled to give the final β -secretase preparation. Results of an exemplary run using this purification scheme are summarized in Table 1. FIG. 6A shows a picture of a silver-stained SDS PAGE gel run under reducing conditions, in which β -secretase runs as a 70 kilodalton band. The same fractions run under non-reducing conditions (FIG. 6B) provide evidence for disulfide cross-linked oligomers which run in the high molecular

weight regions (approx. 260-300 kilodaltons) previously described. When the anion exchange pool fractions 18-21 (see FIG. 6B) were treated with dithiothreitol (DTT) and re-chromatographed on a Mini Q column, then subjected to SDS-PAGE under non-reducing conditions, a single band running at about 70 kilodaltons was observed.

- 5 Surprisingly, the purity of this preparation is at least about 200 fold higher than the previously purified material, described in the '346 patent.

Table 1
Preparation of β -secretase from Human Brain

	Total Activity ^a nM/h	Specific Activity ^b nM/h/mg prot.	% Yield	Purification (fold)
Brain Extract	19,311,150	4,696	100	1
WGA Eluate	21,189,600	81,434	110	17
Affinity Eluate	11,175,000	257,500,000	53	54,837
Anion Exchange Pool	3,267,685	1,485,311,591	17	316,309

^aActivity in MBP-C125sw assay

^bSpecific Activity = $\frac{(\text{Product conc. nM})(\text{Dilution factor})}{(\text{Enzyme sol. vol})(\text{Incub. time h})(\text{Enzyme conc. mg/vol})}$

- Example 5 also describes purification schemes used for purifying recombinant materials from heterologous cells transfected with the β -secretase coding sequence. Results from these purifications are illustrated in FIGS. 7 and 8.

2. Sequencing of β -secretase Protein

- A schematic overview summarizing methods and results for determining the cDNA sequence encoding the N-terminal peptide sequence determined from purified β -secretase is shown in FIG. 9. N-terminal sequencing of purified β -secretase protein isolated from natural sources yielded a 21-residue peptide, as described above. This peptide sequence, and its reverse translated fully degenerate nucleotide sequence, is shown in the top portion of FIG. 9. Two partially degenerate primer sets used for RT-PCR amplification of a cDNA fragment encoding this peptide are also summarized in FIG. 4. Primer set 1 consisted of DNA nucleotide primers #3427-3434, shown in Table 3 (Example 3). Matrix RT-PCR using combinations of primers from this set with cDNA

reverse transcribed from primary human neuronal cultures as template yielded the predicted 54 bp cDNA product with primers #3428 + 3433.

In further experiments carried out in support of the present invention, it was found that oligonucleotides from primer sets 1 and 2 could also be used to amplify cDNA fragments of the predicted size from mouse brain mRNA. DNA sequence demonstrated that such primers could also be used to clone the murine homolog(s) and other species homologs of human β -secretase and/or additional members of the aspartyl protease family described herein by standard RACE-PCR technology. The sequence of a murine homolog is presented in FIG. 10 (lowest sequence; "pBS/MuImPain H#3 cons). The polypeptide sequence is about 95% identical to the human polypeptide sequence.

3. 5' and 3' RACE-PCR for Additional Sequence, Cloning, and mRNA Analysis

The unambiguous internal nucleotide sequence from the amplified fragment provided information which facilitated the design of internal primers matching the upper (coding) strand for 3' RACE, and lower (non-coding) strand for 5' RACE (Frohman, M. A., M. K. Dush and G. R. Martin (1988). "Rapid production of full-length cDNAs from rare transcripts: amplification using a single gene specific oligo-nucleotide primer." Proc. Natl. Acad. Sci. U.S.A. **85**(23): 8998-9002.) The DNA primers used for this experiment (#3459 & #3460) are illustrated schematically in FIG. 4, and the exact sequence of these primers is presented in Table 3 of Example 3.

Primers #3459 and #3476 were used for initial 3' RACE amplification of downstream sequences from the IMR-32 cDNA library in the vector pLPCXlox. The library had previously been sub-divided into 100 pools of 5,000 clones per pool, and plasmid DNA was isolated from each pool. A survey of the 100 pools with the primers described in Section II, above, as diagnostic for presence of the β -secretase clone identified individual pools from the library for RACE-PCR.

An approximately 1.8 Kb PCR fragment was observed upon agarose gel fractionation of the reaction products. The PCR product was purified from the gel and subjected to DNA sequence analysis using primer #3459. The resulting sequence, designated 23A, was determined. Six of the first seven deduced amino-acids from one of the reading frames of 23A were an exact match with the last 7 amino-acids of the N-

terminal sequence determined from the purified protein isolated from natural sources in other experiments carried out in support of this invention. This observation validated the sequence, and defined the proper reading frame downstream. Furthermore, this DNA sequence facilitated design of additional primers for extending the sequence further downstream, verifying the sequence by sequencing the opposite strand in the upstream direction, and further facilitated isolating the cDNA clone.

The DNA sequence of human β -secretase is illustrated as SEQ ID NO: 42 corresponding to SEQ ID NO: 1 including the 5'- and 3'-untranslated regions. This sequence was determined from a partial cDNA clone (9C7e.35) isolated from a commercially available human fetal brain cDNA library purchased from OriGene™, the 3' RACE product 23A, and additional clones – a total of 12 independent cDNA clones were used to determine the composite sequence. The composite sequence was assembled by sequencing overlapping stretches of DNA from both strands of the clone or PCR fragment. The predicted full length translation product is shown as SEQ ID NO: 2 in Fig. 1B.

4. Tissue Distribution of β -secretase and Related Transcripts

Oligonucleotide primer #3460 was employed as an end-labeled probe on Northern blots to determine the size of the transcript encoding β -secretase, and to examine its expression in IMR-32 cells. Additional primers were used to isolate the mouse cDNA and to characterize mouse tissues, using Marathon RACE ready cDNA preparations (Clontech, Palo Alto CA). TABLE 2 summarizes the results of experiments in which various human and murine tissues were tested for the presence of β -secretase-encoding transcripts by PCR or Northern blotting.

The oligo-nucleotide probe 3460 (SEQ ID NO: 39) hybridized to a 2 Kb transcript in IMR-32 cells, indicating that the mRNA encoding the β -secretase enzyme is 2 Kb in size in this tissue. Northern blot analysis of total RNA isolated from the human T-cell line Jurkat, and human myelomonocyte line Thp1 with the 3460 oligo-nucleotide probe 3460 also revealed the presence of a 2 kb transcript in these cells.

The oligonucleotide probe #3460 also hybridizes to a ~2 kb transcript in Northern blots containing RNA from all human organs examined to date, from both adult and fetal tissue. The organs surveyed include heart, brain, liver, pancreas, placenta, lung, muscle,

uterus, bladder, kidney, spleen, skin, and small intestine. In addition, certain tissues, e.g. pancreas, liver, brain, muscle, uterus, bladder, kidney, spleen and lung, show expression of larger transcripts of ~4.5 kb, 5 kb, and 6.5 kb which hybridize with oligonucleotide probe #3460.

5 In further experiments carried out in support of the present invention, Northern blot results were obtained with oligonucleotide probe #3460 by employing a riboprobe derived from SEQ ID NO: 1, encompassing nucleotides #155-1014. This clone provides an 860 bp riboprobe, encompassing the catalytic domain-encoding portion of β -secretase, for high stringency hybridization. This probe hybridized with high specificity to the
10 exact match mRNA expressed in the samples being examined. Northern blots of mRNA isolated from IMR-32 and 1°HNC probed with this riboprobe revealed the presence of the 2 kb transcript previously detected with oligonucleotide #3460, as well as a novel, higher MW transcript of ~5 kb. Hybridization of RNA from adult and fetal human tissues with this 860 nt riboprobe also confirmed the result obtained with the oligonucleotide probe
15 #3460. The mRNA encoding β -secretase is expressed in all tissues examined, predominantly as an ~5 kb transcript. In adult, its expression is lowest in brain, placenta, and lung, intermediate in uterus, and bladder, and highest in heart, liver, pancreas, muscle, kidney, spleen, and lung. In fetal tissue, the message is expressed uniformly in all tissues examined.

20

Table 2 Tissue distribution of human and murine β -secretase transcripts

Tissue/Organ	Messages Found:	Mouse	Clontech Human Brain region	Human
	Human		Tissue/Organ	
Heart	5Kb	4.5Kb	Cerebellum	2Kb, 4Kb, 6Kb
Brain	5Kb (very faint)	4.5Kb, 2Kb	Cerebral Cx	2Kb, 4Kb, 6Kb
Liver	5Kb	4.5Kb, 2Kb	Medulla	2Kb, 4Kb, 6Kb
Pancreas	5Kb	nd	Spinal Cord	2Kb, 4Kb, 6Kb
Placenta	0	nd	Occipital Pole	2Kb, 4Kb, 6Kb
Lung	5Kb	0	Frontal Lobe	2Kb, 4Kb, 6Kb
Muscle	5Kb	0	Putamen	0
Uterus	5Kb	nd	Amygdala	2Kb, 4Kb, 6Kb
Bladder	5Kb	nd	Caudate N.	2Kb, 4Kb, 6Kb
Kidney	5Kb	4.5Kb, 2Kb	Corpus Callosum	2Kb, 4Kb, 6Kb
Spleen	5Kb	nd	Hippocampus	2Kb, 4Kb, 6Kb
Testis	nd	4.5Kb, 2Kb	Whole Br.	0

			Substantia Nigra	2Kb, 4Kb, 6Kb
			Thalamus	2Kb, 4Kb, 6Kb
	f Brain	5Kb (>>adult)	nd	
	f Liver	5Kb (a lot)	nd	
	f Lung	5Kb	nd	
	f Muscle	5Kb	nd	
	f Heart	~5Kb	nd	
	f Kidney	~5Kb	nd	
	f Skin	~5Kb	nd	
	f Sm. Intestine	~5Kb	nd	
	E11	nd	4.5Kb, 2Kb	
	E14	nd	4.5Kb, 2Kb	
	E17	nd	4.5Kb, 2Kb	
	E18	nd	4.5Kb, 2Kb	
	(rat) P18	nd	0	
Cell Line	Human	Mouse		
IMR32	2Kb*		Notes * By Oligo 3460 only	
U937	2Kb*			
THP1	2Kb*			
Jurkat	2Kb*			
J774		5Kb, 2Kb		
P388D1 ccl46		5Kb (very little), 2Kb		
P19		5Kb, 2Kb		
RBL		5Kb, 2Kb		
EL4		5Kb, 2Kb		
IC21		0		
C2C12		0		

5. Active Forms of β -secretase

a. N-terminus

5

The full-length open reading frame (ORF) of human β -secretase is described above, and its sequence is shown in FIG. 2A as SEQ ID NO: 2. However, as mentioned above, a further discovery of the present invention indicates that the active, naturally occurring molecule is truncated at the N-terminus by about 45 amino acids. That is, the purified protein was N-terminal sequenced according to methods known in the art (Argo Bioanalytica, Morris Plains, NJ.). The N-terminus yielded the following sequence: ETDEEPEEPGRRGSFVEMVDNLRG... (SEQ ID NO: 55). This corresponds to amino acids 46-66 of the ORF-derived putative sequence. Based on this observation and others described below, it is believed that the N-terminus of the active, naturally occurring,

10

predominant human brain form of the enzyme is amino acid 46, with respect to SEQ ID NO: 2. Further processing of the purified protein provided the sequence of an internal peptide: ISFAVSACHVHDEFK (SEQ ID NO: 56), which is amino terminal to the putative transmembrane domain, as defined by the ORF. These peptides were used to

5 validate and provide reading frame information for the isolated clones described elsewhere in this application.

In additional studies carried out in support of the present invention, β -secretase isolated from additional tissues revealed that the N-terminus may be amino acid 46, 22, 58, or 63 with respect to the ORF sequence shown in FIG. 2A, depending on the tissue

10 from which the protein is isolated, with the form starting at amino acid 46 predominating in the tissues tested. That is, the full-length β -secretase construct (i.e., encoding SEQ ID NO: 2) was transfected into 293T cells and COS A2 cells, using the Fugene technique described in Example 6. β -secretase was isolated from the cells by preparing a crude particulate fraction from the cell pellet, as described in Example 5, followed by extraction

15 with buffer containing 0.2% Triton X-100. The Triton extract was diluted with pH 5.0 buffer and passed through a SP Sepharose column, essentially according to the methods described in Example 5A. This step removed the majority of proteins. After adjusting the pH to 4.5, β -secretase was concentrated, with some additional purification, on P10-P4'staD->V Sepharose, as described in Examples 5 and 7. Fractions were analyzed for

20 N-terminal sequence, according to standard methods known in the art. Results are summarized in Table 3, below.

The primary N-terminal sequence of the 293T cell-derived protein was the same as that obtained from brain. In addition, minor amounts of protein starting just after the signal sequence (at Thr-22) and at the start of the aspartyl protease homology domain

25 (Met-63) were also observed. An additional major form found in Cos A2 cells resulted from a Gly-58 cleavage.

Table 3
N-terminal Sequences and Amounts of β -secretase Forms in Various Cell Types

Source	Est. Amount (pmoles)	N-terminus (Ref.: SEQ ID NO: 2)	Sequence
--------	----------------------	---------------------------------	----------

Human brain	1-2	46	ETDEEPEEPGR...
Recombinant, 293T	~35	46	ETDEEPEEPGR...
	~7	22	TQHGIRL(P)LR...
	~5	63	MVDNLRGKS...
Recombinant, CosA2	~4	46	ETDEEPEEPGR...
	~3	58	GSFVEMVDNL...

b. C-terminus

Further experiments carried out in support of the present invention revealed that the C-terminus of the full-length amino acid sequence presented as SEQ ID NO: 2 can also be truncated, while still retaining β -secretase activity of the molecule. More specifically, as described in more detail in Part D, below, C-terminal truncated forms of the enzyme ending just before the putative transmembrane region, *i.e.* at amino acid 452 with respect to SEQ ID NO: 2, exhibit β -secretase activity, as evidenced by an ability to cleave APP at the appropriate cleavage site.

Thus, using the reference amino acid positions provided by SEQ ID NO: 2, one form of β -secretase extends from position 46 to position 501 (β -secretase 46-501; SEQ ID NO: 43). Another form extends from position 46 to any position including and beyond position 452, (β -secretase 4-452+), with a preferred form being β -secretase 46-452 (SEQ ID NO: 58). More generally, another preferred form extends from position 1 to any position including and beyond position 452, but not including position 501. Other active forms begin at 22, 58, or 63 and may extend to any point including and beyond the cysteine at position 420, and more preferably, including and beyond position 452, while still retaining enzymatic activity (β -secretase 22-452+; β -secretase 58-452+; β -secretase 63-452+). As described in Part D, below, those forms which are truncated at C-terminal position at or before about position 452, or even several amino acids thereafter, are particularly useful in crystallization studies, since they lack the putative transmembrane region, which may interfere with protein crystallization. The recombinant protein extending from position 1 to 452 has been affinity purified to apparent homogeneity, using the procedures described elsewhere in this application.

C. Crystallization of β -secretase

According to a further aspect, the present invention also includes purified β -

secretase in crystallized form, in the absence or presence of binding substrates, such as peptide, modified peptide, or small molecule inhibitors. This section describes methods and utilities of such compositions.

1. Crystallization of the Protein

5 β -secretase purified as described in Part B.1, above can be used as starting material to determine a crystallographic structure and coordinates for the enzyme. Such structural determinations are particularly useful in defining the conformation and size of the substrate binding site. This information can be used in the design and modeling of substrate inhibitors of the enzyme. As discussed herein, such inhibitors are candidate
10 molecules for therapeutics for treatment of Alzheimer's disease and other amyloid diseases characterized by A β peptide amyloid deposits.

The crystallographic structure of β -secretase is determined by first crystallizing the purified protein. Methods for crystallizing proteins, and particularly proteases, are now well known in the art. The practitioner is referred to Principles of Protein X-ray
15 Crystallography (J. Drenth, Springer Verlag, NY, 1999) for general principles of crystallography. Additionally, kits for generating protein crystals are generally available from commercial providers, such as Hampton Research (Laguna Niguel, CA). Additional guidance can be obtained from numerous research articles that have been written in the area of crystallography of protease inhibitors, especially with respect to
20 HIV-1 and HIV-2 proteases, which are aspartic acid proteases.

Although any of the various forms of β -secretase described herein can be used for crystallization studies, particularly preferred forms lack the first 45 amino acids of the full length sequence shown as SEQ ID NO: 2, since this appears to be the predominant form which occurs naturally in human brain. It is thought that some form of post-translational
25 modification, possibly autocatalysis, serves to remove the first 45 amino acids in fairly rapid order, since virtually no naturally occurring enzyme has been isolated with all of the first 45 amino acids intact. In addition, it is considered preferable to remove the putative transmembrane region from the molecule prior to crystallization, since this region is probably not involved in catalysis and potentially could render the molecule more
30 difficult to crystallize.

Thus, a good candidate for crystallization is β -secretase 46-452 (SEQ ID NO: 58), since this is a form of the enzyme that (a) provides the predominant naturally occurring N-terminus, and (b) lacks the “sticky” transmembrane region, while (c) retaining β -secretase activity. In general, for determining X-ray crystallographic coordinates of the ligand binding site, any form of the enzyme can be used that either (i) exhibits β -secretase activity, and/or (ii) binds to a known inhibitor, such as the inhibitor ligand P10—P4’s_taD->V, with a binding affinity that is at least 1/100 the binding affinity of P10—P4’s_taD->V. Therefore, a number of additional truncated forms of the enzyme can be used in these studies. Suitability of any particular form can be assessed by contacting it with the P10—P4’s_taD->V affinity matrix described above. Truncated forms of the enzyme that bind to the matrix are suitable for such further analysis. Thus, in addition to 46-452, discussed above, experiments in support of the present invention have revealed that a truncated form ending in residue 419, most likely 46-419, also binds to the affinity matrix and is therefore an alternate candidate protein composition for X-ray crystallographic analysis of β -secretase. More generally, any form of the enzyme that ends before the transmembrane domain, particularly those ending between about residue 419 and 452 are suitable in this regard.

At the N-terminus, as described above, generally the first 45 amino acids will be removed during cellular processing. Other suitable naturally occurring or expressed forms are listed in Table 3 above. These include, for example, a protein commencing at residue 22, one commencing at residue 58 and one commencing at residue 63. However, analysis of the entire enzyme, starting at residue 1, can also provide information about the enzyme. Other forms, such as 1-420 (SEQ ID NO 60) to 1-452 (SEQ ID NO: 59), including intermediate forms, for example 1-440, can be useful in this regard. In general, it will also be useful to obtain structure on any subdomain of the active enzyme.

Methods for purifying the protein, including active forms, are described above. In addition, since the protein is apparently glycosylated in its naturally occurring (and mammalian-expressed recombinant) forms, it may be desirable to express the protein and purify it from bacterial sources, which do not glycosylate mammalian proteins, or express it in sources, such as insect cells, that provide uniform glycosylation patterns, in order to

obtain a homogeneous composition. Appropriate vectors and codon optimization procedures for accomplishing this are known in the art.

Following expression and purification, the protein is adjusted to a concentration of about 1-20 mg/ml. In accordance with methods that have worked for other crystallized
 5 proteins, the buffer and salt concentrations present in the initial protein solution are reduced to as low a level as possible. This can be accomplished by dialyzing the sample against the starting buffer, using microdialysis techniques known in the art. Buffers and crystallization conditions will vary from protein to protein, and possibly from fragment to fragment of the active β -secretase molecule, but can be determined empirically using, for
 10 example, matrix methods for determining optimal crystallization conditions. (Drentz, J., *supra*; Ducruix, A., *et al.*, eds. *Crystallization of Nucleic Acids and Proteins: A Practical Approach*, Oxford University Press, New York, 1992.)

Following dialysis, conditions are optimized for crystallization of the protein. Generally, methods for optimization may include making a “grid” of 1 μ l drops of the
 15 protein solution, mixed with 1 μ l well solution, which is a buffer of varying pH and ionic strength. These drops are placed in individual sealed wells, typically in a “hanging drop” configuration, for example in commercially available containers (Hampton Research, Laguna Niguel, CA). Precipitation/crystallization typically occurs between 2 days and 2 weeks. Wells are checked for evidence of precipitation or crystallization, and
 20 conditions are optimized to form crystals. Optimized crystals are not judged by size or morphology, but rather by the diffraction quality of crystals, which should provide better than 3 Å resolution. Typical precipitating agents include ammonium sulfate (NH_4SO_4), polyethylene glycol (PEG) and methyl pentane diol (MPD). All chemicals used should be the highest grade possible (e.g., ACS) and may also be re-purified by standard
 25 methods known in the art, prior to use.

Exemplary buffers and precipitants forming an empirical grid for determining crystallization conditions are available. For example, the “Crystal Screen” kit (Hampton Research) provides a sparse matrix method of trial conditions that is biased and selected from known crystallization conditions for macromolecules. This provides a “grid” for
 30 quickly testing wide ranges of pH, salts, and precipitants using a very small sample (50 to 100 microliters) of macromolecule. In such studies, 1 μ l of buffer/precipitant(s) solution

is added to an equal volume of dialyzed protein solution, and the mixtures are allowed to sit for at least two days to two weeks, with careful monitoring of crystallization.

Chemicals can be obtained from common commercial suppliers; however, it is preferable to use purity grades suitable for crystallization studies, such as are supplied by Hampton Research (Laguna Niguel, CA). Common buffers include Citrate, TEA, CHES, Acetate, ADA and the like (to provide a range of pH optima), typically at a concentration of about 100 mM. Typical precipitants include $(\text{NH}_4)_2\text{SO}_4$, MgSO_4 , NaCl , MPD, Ethanol, polyethylene glycol of various sizes, isopropanol, KCl ; and the like (Ducruix).

Various additives can be used to aid in improving the character of the crystals, including substrate analogs, ligands, or inhibitors, as discussed in Part 2, below, as well as certain additives, including, but not limited to:

5 % Jeffamine
 5 % Polypropyleneglycol P400
 5 % Polyethyleneglycol 400
 5 % ethyleneglycol
 5 % 2-methyl-2,4-pentanediol
 5 % Glycerol
 5 % Dioxane
 5 % dimethyl sulfoxide
 5 % n-Octanol
 100 mM $(\text{NH}_4)_2\text{SO}_4$
 100 mM CsCl
 100 mM CoSO_4
 100 mM MnCl_2
 100 mM KCl
 100 mM ZnSO_4
 100 mM LiCl_2
 100 mM MgCl_2
 100 mM Glucose
 100 mM 1,6-Hexanediol 100 mM Dextran sulfate
 100 mM 6-amino caproic acid
 100 mM 1,6 hexane diamine
 100 mM 1,8 diamino octane
 100 mM Spermidine
 100 mM Spermine
 0.17 mM n-dodecyl- β -D-maltoside NP 40
 20 mM n-octyl- β -D-glucopyranoside

According to one discovery of the present invention, the full-length β -secretase enzyme contains at least one transmembrane domain, and its purification is aided by the

use of a detergent (Triton X-100). Membrane proteins can be crystallized, but may require specialized conditions, such as the addition of a non-ionic detergent, such as C₈G (8-alkyl- β -glucoside) or an n-alkyl-maltoside (C_nM). Selection of such a detergent is somewhat empirical, but certain detergents are commonly employed in this. A number of

5 membrane proteins have been successfully “salted out” by addition of high salt concentrations to the mixture. PEG has also been used successfully to precipitate a number of membrane proteins (Ducruix, *et al.*, *supra*). Alternatively, as discussed above, a C-terminal truncated form of the protein, lacking the transmembrane domain, such as β -secretase 46-452, is crystallized.

10 After crystallization conditions are determined, crystallization of a larger amount of the protein can be achieved by methods known in the art, such as vapor diffusion or equilibrium dialysis. In vapor diffusion, a drop of protein solution is equilibrated against a larger reservoir of solution containing precipitant or another dehydrating agent. After sealing, the solution equilibrates to achieve supersaturating concentrations of proteins and

15 thereby induce crystallization in the drop.

Equilibrium dialysis can be used for crystallization of proteins at low ionic strength. Under these conditions, a phenomenon known as “salting in” occurs, whereby the protein molecules achieve balance of electrostatic charges through interactions with other protein molecules. This method is particularly effective when the solubility of the

20 protein is low at the lower ionic strength. Various apparatuses and methods are used, including microdiffusion cells in which a dialysis membrane is attached to the bottom of a capillary tube, which may be bent at its lower portion. The final crystallization condition is achieved by slowly changing the composition of the outer solution. A variation of these methods utilizes a concentration gradient equilibrium dialysis set up.

25 Microdiffusion cells are available from commercial suppliers such as Hampton Research (Laguna Niguel, CA).

Once crystallization is achieved, crystals are subjected to X-ray diffraction, using a strong, monochromatic X-ray source, such as a Synchrotron source or rotating anode

30 generator, and the resulting X-ray diffraction patterns are analyzed, using methods known in the art.

2. Crystallization of Protein plus Inhibitor

As mentioned above, it is advantageous to co-crystallize the protein in the presence of a binding ligand, such as inhibitor. Generally, the process for optimizing crystallization of the protein is followed, with addition of greater than 1 mM concentration of the inhibitor ligand during the precipitation phase. These crystals are also compared to crystals formed in the absence of ligand, so that measurements of the ligand binding site can be made. Alternatively, 1-2 μ l of 0.1-25 mM inhibitor compound is added to the drop containing crystals grown in the absence of inhibitor in a process known as "soaking." Based on the coordinates of the binding site, further inhibitor optimization is achieved. Such methods have been used advantageously in finding new, more potent inhibitors for HIV proteases (See, *e.g.*, Viswanadhan, V.N., *et al.* J. Med. Chem. 39: 705-712, 1996; Muegge, I., *et al.* J. Med. Chem. 42: 791-804, 1999).

One inhibitor ligand which is used in these co-crystallization and soaking experiments is P10—P4'staD->V, a statine-containing peptide inhibitor described above. Other inhibitors include the heptapeptide molecules disclosed in the invention which also containing a statine or statine derivative or hydroxyethylene molecule. Methods for making these molecules are described herein. The inhibitor is mixed with β -secretase, and the mixture is subjected to the same optimization tests described above, concentrating on those conditions worked out for the enzyme alone. Coordinates are determined and comparisons are made between the free and ligand bound enzyme, according to methods well known in the art. Further comparisons can be made by comparing the inhibitory concentrations of the enzyme to such coordinates, such as described by Viswanadhan, *et al.*, *supra*. Analysis of such comparisons provides guidance for design of further inhibitors, using this method.

D. Biological Activity of β -secretase

1. Naturally occurring β -secretase

In studies carried out in support of the present invention, isolated, purified forms of β -secretase were tested for enzymatic activity using one or more native or synthetic substrates. For example, as discussed above, when β -secretase was prepared from human

brain and purified to homogeneity using the methods described in Example 5A, a single band was observed by silver stain after electrophoresis of sample fractions from the anion exchange chromatography (last step) on an SDS-polyacrylamide gel under reducing (+ β -mercaptoethanol) conditions. As summarized in Table 1, above, this fraction yielded a specific activity of approximately 1.5×10^9 nM/h/mg protein, where activity was measured by hydrolysis of MBP-C125SW. FIG. 11 shows substrate concentration dependence of hydrolysis by brain β -secretase with respect to the Swedish mutant P13-P5' peptide, Swedish mutant P13-P5' with P1' aspartic acid replaced with an alanine (D \rightarrow A), a valine (D \rightarrow V), a phenylalanine (D \rightarrow F), a leucine (D \rightarrow L), and wild type APP (plotted at 10X amounts for visibility). The valine and leucine substituted Swedish peptides show saturation at a lower concentration than the parent Swedish peptide. This likely indicates a higher binding affinity to the enzyme.

2. Isolated Recombinant β -secretase

Various recombinant forms of the enzyme were produced and purified from transfected cells. Since these cells were made to overproduce the enzyme, it was found that the purification scheme described with respect naturally occurring forms of the enzyme (e.g., Example 5A) could be shortened, with positive results. For example, as detailed in Example 6, 293T cells were transfected with pCEKclone 27 (FIG. 12 and FIG. 13A-E) and Cos A2 cells were transfected with pCF β A2 using "FUGENE" 6 Transfection Reagent (Roche Molecular Biochemicals Research, Indianapolis, IN). The vector pCF was constructed from the parent vector pCDNA3, commercially available from Invitrogen, by inserting the following sequence between the HindIII and EcoRI sites:

CTGTTGGGCTCGCGGTTGAGGACAACTCTTCGCGGTCTTTCCAGTACTCTTG
GATCGGAAACCCGTCGGCCTCCGAACGGTACTCCGCCACCGAGGGACCTGAG
CGAGTCCGCATCGACCGGATCGGAAAACCTCTCGACTGTTGGGGTGAGTACT
CCCTCTCAAAGCGGGCATGACTTCTGCGCTAAGATTGTCAGTTTCCAAAAC
GAGGAGGATTTGATATTCACCTGGCCCGCGGTGATGCCTTTGAGGGTGGCCG
CGTCCATCTGGTCAGAAAAGACAATCTTTTGTGTCAAGCTTGAGGTGTGGC

AGGCTTGAGATCTGGCCATACACTTGAGTGACAATGACATCCACTTTGCCTTT
CTCTCCACAGGTGTCCACTCCCAGGTCCAAGTGCAGGTCGACTCTAGACCC

5 This sequence encompasses the adenovirus major late promoter tripartite leader sequence,
and a hybrid splice created from adenovirus major late region first exon and intron and a
synthetically generated IgG variable region splice acceptor.

pCDNA3 was cut with restriction endonucleases HindIII and EcoRI, then blunted by
filling in the ends with Klenow fragment of DNA polymerase I. The cut and blunted
10 vector was gel purified, and ligated with isolated fragment from pED.GI . The pED
fragment was prepared by digesting with PvuII and SmaI, followed by gel purification of
the resulting 419 base-pair fragment.

pED: 5'=PvuII 3'=SmaI
15 pCDNA3: 5'=(HindIII) 3'=(EcoRI)
Screened for orientation, and confirmed by sequencing.

To create the pCEK expression vector, the expression cassette from pCF was transferred
into the EBV expression vector pCEP4 (Invitrogen, Carlsbad, CA). pCEP 4 was cut with
20 BglII and XbaI, filled in, and the large 9.15 kb fragment containing pBR, hygromycin,
and EBV sequences) ligated to the 1.9 kb NruI to XmnI fragment of pCF containing
the expression cassette (CMV, TPL/MLP/IgG splice, Sp6, SVpolyA, M13 flanking
region).

pCF β A2 (clone A2) contains full length β -secretase in the vector pCF. pCF vector
25 replicates in COS and 293T cells. In each case, cells were pelleted and a crude
particulate fraction was prepared from the pellet. This fraction was extracted with buffer
containing 0.2% Triton X-100. The Triton extract was diluted with pH 5.0 buffer and
passed through a SP Sepharose column. After the pH was adjusted to 4.5, β -secretase
activity containing fractions were concentrated, with some additional purification on P10-
30 P4'(statine)D->V Sepharose, as described for the brain enzyme. Silver staining of
fractions revealed co-purified bands on the gel. Fractions corresponding to these bands

were subjected to N-terminal amino acid determination. Results from these experiments revealed some heterogeneity of β -secretase species within the fractions. These species represent various forms of the enzyme; for example, from the 293T cells, the primary N-terminus is the same as that found in the brain, representing amino acid 46 at the N-terminus. Minor amounts of protein starting just after the signal sequence at residue 23 and at the start of the aspartyl protease homology domain (Met-63) were also observed. An additional major form of protein was found in Cos A2 cells, resulting from cleavage at Gly-58.

3. Comparison of Isolated, Naturally Occurring β -secretase with Recombinant β -secretase

As described above, both naturally occurring β -secretase derived from human brain and recombinant forms of the enzyme exhibit activity in cleaving APP, particularly as evidenced by activity in the MBP-C125 assay. Further, key peptide sequences from the naturally occurring form of the enzyme-matched portions of the deduced sequence derived from cloning the enzyme. Further confirmation that the two enzymes act identically can be taken from additional experiments in which various inhibitors were found to have very similar affinities for the enzymes, as estimated by IC_{50} values in a similar assay. These inhibitors were discovered in accordance with a further aspect of the invention, which is described below. Significantly, the inhibitors produce near identical IC_{50} values and rank orders of potency in brain-derived and recombinant enzyme preparations, when compared in the same assay. These results are summarized in Table 4.

Table 4

Rank Order of Inhibition of Recombinant and Human Brain β -secretase

Inhibitor	MBP-C125 Assay		P26-P4' Assay	
	Recombinant	Brain	Recombinant	Brain
	Relative IC_{50} ^a		Relative IC_{50} ^a	
A	1	1	1	1
B	1	2	1	2
C	2	3	2	3
D	3	4	3	4
E	4	5	4	5

^aRelative rank orders are provided, “1” indicates the lowest IC₅₀ in each group. IC₅₀s were approximately the same when recombinant and brain enzymes were compared in the same assay. All IC₅₀s were less than 10 μ M.

5 In further studies, comparisons were made between the full length recombinant enzyme “FLp501” (SEQ ID NO: 2) and a recombinant enzyme truncated at position 452 “452Stop” (SEQ ID NO: 58 or SEQ ID NO: 59). Both enzymes exhibited activity in cleaving β -secretase substrates such as MBP-C125, as described above. As shown in Table 5, below, the C-terminal truncated form of the enzyme exhibited activity in
10 cleaving both the MBP-C125sw substrate as well as the P26-P4’ substrate, with similar rank order of potency for the inhibitor drugs tested. In addition, as above, the absolute IC₅₀s were comparable for the two enzymes tested with the same inhibitor. All IC₅₀s were less than 10 μ M.

Table 5

15 Rank Order of Inhibition of Full-length and truncated forms

<u>Inhibitor</u>	FLp501 Relative IC ₅₀	452Stop Relative IC ₅₀
A	1	2
B	1	1
C	2	4
D	2	3
E	3	5

4. Cellular β -secretase

Further experiments carried out in support of the present invention have revealed that
20 the isolated β -secretase polynucleotide sequences described herein encode β -secretase or β -secretase fragments that are active in cells. This section describes experiments carried out in support of the present invention, cells were transfected with DNA encoding β -secretase alone, or were co-transfected with DNA encoding-secretase and DNA encoding wild-type APP as detailed in Example 8.

25 a. Transfection with β -secretase

In experiments carried out in support of the present invention, clones containing full-length nucleotides (SEQ ID NO: 2) were transfected into COS cells (Fugene and Effectene methods). Whole cell lysates were prepared and various amounts of lysate were tested for β -secretase activity according to standard methods known in the art or described in Example 4 herein. FIG. 14 shows the results of these experiments. As shown, lysates prepared from transfected cells, but not from mock- or control cells, exhibited considerable enzymatic activity in the MPB-C125SW assay, indicating “overexpression” of β -secretase by these cells.

10 b. Co-transfection of Cells with β -secretase and APP

In further experiments, 293T cells were co-transfected with (pCEK clone 27, Figures 12 and 13; or poCK vector containing β -secretase) a clone containing the full length β -secretase molecule (1-501; SEQ ID NO: 2) and with a plasmid containing either the wild-type or Swedish APP construct pohCK751, as described in Example 8. β -specific cleavage was analyzed by ELISA and Western analyses to confirm that the correct site of cleavage occurs.

Briefly 293T cells were co-transfected with equivalent amounts of plasmids encoding β APPsw or wt and β -secretase or control β -galactosidase (β -gal) cDNA according to standard methods. β APP and β -secretase cDNAs were delivered via vectors, pohCK or pCEK, which do not replicate in 293T cells (pCEK-clone 27, Figures 12 and 13; pohCK751 expressing β APP 751, Figure 21). Conditioned media and cell lysates were collected 48 hours after transfection. Western assays were carried out on conditioned media and cell lysates. ELISAs for detection of A β peptide were carried out on the conditioned media to analyze various APP cleavage products.

25 Western Blot Results

It is known that β -secretase specifically cleaves at the Met-Asp in APPwt and the Leu-Asp in APPsw to produce the A β peptide, starting at position 1 and releasing soluble APP (sAPP β). Immunological reagents, specifically antibody 92 and 92sw (or 192sw), respectively, have been developed that specifically detect cleavage at this position in the APPwt and APPsw substrates, as described in U.S. Patent 5,721,130, incorporated herein

by reference. Western blot assays were carried out on gels on which cell lysates were separated. These assays were performed using methods well known in the art, using as primary antibody reagents Ab 92 or Ab92S, which are specific for the C terminus of the N-terminal fragment of APP derived from APPwt and APPsw, respectively. In addition,
 5 ELISA format assays were performed using antibodies specific to the N terminal amino acid of the C terminal fragment.

Monoclonal antibody 13G8 (specific for C-terminus of APP -- epitope at positions 675-695 of APP695) was used in a Western blot format to determine whether the transfected cells express APP. FIG.15A shows that reproducible transfection was
 10 obtained with expression levels of APP in vast excess over endogenous levels (triplicate wells are indicated as 1, 2, 3 in FIG.15A). Three forms of APP – mature, immature and endogenous, can be seen in cells transfected with APPwt or APPsw. When β -secretase was co-transfected with APP, smaller C-terminal fragments appeared in triplicate well lanes from co-transfected cells (Western blot FIG. 15A, right-most set of lanes). In
 15 parallel experiments, where cells were co-transfected with β -secretase and APPsw substrate, literally all of the mature APP was cleaved (right-most set of lanes labeled “1,2,3” of FIG. 15B). This suggests that there is extensive cleavage by β -secretase of the mature APP (upper band), which results in C-terminal fragments of expected size in the lysate for cleavage at the β -secretase site. Co-transfection with Swedish substrate also
 20 resulted in an increase in two different sized CTF fragments (indicated by star). Given the additional Western and ELISA results described below this is consistent with a second cleavage occurring on the APPsw substrate after the initial cleavage at the β -secretase site.

Conditioned medium from the cells was analyzed for reactivity with the 192sw
 25 antibody, which is specific for β -s-APPsw. Analysis using this antibody indicated a dramatic increase in β -secretase cleaved soluble APP. This is observed in FIG. 16B by comparing the dark bands present in the “APPsw β sec” samples to the bands present in the “APPsw β gal” samples. 92 antibody specific for β -s-APPwt also indicates an increase in β -secretase cleaved material, as illustrated in FIG. 16A.).

Since the antibodies used in these experiments are specific for the β -secretase cleavage site, the foregoing results show that p501 β -secretase cleaves APP at this site, and the overexpression of this recombinant clone leads to a dramatic enhancement of β -secretase processing at the correct β -secretase site in whole cells. This processing works on both the wildtype APP substrate and is enhanced substantially on the Swedish APP substrate. Since approximately 20% of secreted APP in 293 cells is β -sAPP, the increase seen below for APPsw it is probable that most all of the sAPP is β -sAPP. This observation was further confirmed by independent Western assays in which alpha and total sAPP were measured.

Monoclonal antibody 1736 is specific for the exposed α -secretase cleaved β -APP (Selkoe, et al.). When Western blots were performed using this antibody as primary antibody, a slight but reproducible decrease in α -cleaved APPwt was observed (FIG. 17A), and a dramatic in α -cleaved APPsw material was also observed (note near absence of reactivity in FIG. 17B in the lanes labeled " β -sec"). This indicates that the overexpressed recombinant p501 β -secretase cleaves APPsw so efficiently or extensively that there is little or no substrate remaining for α -secretase to cleave. This further indicates that all the sAPP in APPsw β -sec samples (illustrated in FIG 16B) is β -sAPP.

A β ELISA Results

Conditioned media from the recombinant cells was collected, diluted as necessary and tested for A β peptide production by ELISA on microtiter plates coated with monoclonal antibody 2G3, which is specific for recognizing the C-terminus of A β (1-40), with the detector reagent biotinylated mAb 3D6, which measures A β (x-40) (i.e., all N-terminus-truncated forms of the peptide). Overexpression of β -secretase with APPwt resulted in an approximately 8-fold increase in A β (x-40) production, with 1-40 being a small percentage of the total. There was also a substantial increase in the production of A β 1-40 (FIG. 18). With APPsw there was an approximate 2-fold increase in A β (x-40). Without adhering to any particular underlying theory, it is thought that the less dramatic increase of A β (x-40) β -sec/APPsw cells in comparison to the β -sec/APPwt cells is due in part to the fact that processing of the APPsw substrate is much more efficient than that of

the APPwt substrate. That is, a significant amount of APPsw is processed by endogenous β -secretase, so further increases upon transfection of β -secretase are therefore limited.

These data indicate that the expression of recombinant β -secretase increases A β production and that β -secretase is rate limiting for production of A β in cells. This means
5 that β -secretase is rate limiting for production of A β in cells.

IV. Utility

A. Expression Vectors and Cells Expressing β -secretase

The invention includes further cloning and expression of members of the aspartyl
10 protease family described above, for example, by inserting polynucleotides encoding the proteins into standard expression vectors and transfecting appropriate host cells according to standard methods discussed below. Such expression vectors and cells expressing, for example, the human β -secretase enzyme described herein, have utility, for example, in producing components (purified enzyme or transfected cells) for the screening assays
15 discussed in Part B, below. Such purified enzyme also has utility in providing starting materials for crystallization of the enzyme, as described in Section III, above. In particular, truncated form(s) of the enzyme, for example 1-452 (SEQ ID NO: 59) and 46-452 (SEQ ID NO:58), and the deglycosylated forms of the enzyme described herein have utility in this regard.

In accordance with the present invention, polynucleotide sequences which encode
20 human β -secretase, splice variants, fragments of the protein, fusion proteins, or functional equivalents thereof, collectively referred to herein as " β -secretase," may be used in recombinant DNA molecules that direct the expression of β -secretase in appropriate host cells. Due to the inherent degeneracy of the genetic code, other nucleic acid sequences
25 that encode substantially the same or a functionally equivalent amino acid sequence may be used to clone and express β -secretase.

The polynucleotide sequences of the present invention can be engineered in order to alter a β -secretase coding sequence for a variety of reasons, including but not limited to, alterations that modify the cloning, processing and/or expression of the gene product.
30 For example, alterations may be introduced using techniques which are well known in the art, e.g., site-directed mutagenesis, to insert new restriction sites, to alter glycosylation

patterns, to change codon preference, to produce splice variants, etc. For example, it may be advantageous to produce β -secretase -encoding nucleotide sequences possessing non-naturally occurring codons. Codons preferred by a particular prokaryotic or eukaryotic host (Murray, E. *et al.* (1989) Nuc Acids Res 17:477-508) can be selected, for

5 example, to increase the rate of β -secretase polypeptide expression or to produce recombinant RNA transcripts having desirable properties, such as a longer half-life, than transcripts produced from naturally occurring sequence. This may be particularly useful in producing recombinant enzyme in non-mammalian cells, such as bacterial, yeast, or insect cells. The present invention also includes recombinant constructs comprising one

10 or more of the sequences as broadly described above. The constructs comprise a vector, such as a plasmid or viral vector, into which a sequence of the invention has been inserted, in a forward or reverse orientation. In a preferred aspect of this embodiment, the construct further comprises regulatory sequences, including, for example, a promoter, operably linked to the sequence. Large numbers of suitable vectors and promoters are

15 known to those of skill in the art, and are commercially available. Appropriate cloning and expression vectors for use with prokaryotic and eukaryotic hosts are also described in Sambrook, *et al.*, (*supra*).

The present invention also relates to host cells that are genetically engineered with vectors of the invention, and the production of proteins and polypeptides of the invention

20 by recombinant techniques. Host cells are genetically engineered (i.e., transduced, transformed or transfected) with the vectors of this invention which may be, for example, a cloning vector or an expression vector. The vector may be, for example, in the form of a plasmid, a viral particle, a phage, etc. The engineered host cells can be cultured in conventional nutrient media modified as appropriate for activating promoters, selecting

25 transformants or amplifying the β -secretase gene. The culture conditions, such as temperature, pH and the like, are those previously used with the host cell selected for expression, and will be apparent to those skilled in the art. Exemplary methods for transfection of various types of cells are provided in Example 6, herein.

As described above, according to a preferred embodiment of the invention, host

30 cells can be co-transfected with an enzyme substrate, such as with APP (such as wild type or Swedish mutation form), in order to measure activity in a cell environment. Such host

cells are of particular utility in the screening assays of the present invention, particularly for screening for therapeutic agents that are able to traverse cell membranes.

The polynucleotides of the present invention may be included in any one of a variety of expression vectors for expressing a polypeptide. Such vectors include
 5 chromosomal, nonchromosomal and synthetic DNA sequences, e.g., derivatives of SV40; bacterial plasmids; phage DNA; baculovirus; yeast plasmids; vectors derived from combinations of plasmids and phage DNA, viral DNA such as vaccinia, adenovirus, fowl pox virus, and pseudorabies. However, any other vector may be used as long as it is replicable and viable in the host. The appropriate DNA sequence may be inserted into the
 10 vector by a variety of procedures. In general, the DNA sequence is inserted into an appropriate restriction endonuclease site(s) by procedures known in the art. Such procedures and related sub-cloning procedures are deemed to be within the scope of those skilled in the art.

The DNA sequence in the expression vector is operatively linked to an
 15 appropriate transcription control sequence (promoter) to direct mRNA synthesis. Examples of such promoters include: CMV, LTR or SV40 promoter, the *E. coli* lac or trp promoter, the phage lambda PL promoter, and other promoters known to control expression of genes in prokaryotic or eukaryotic cells or their viruses. The expression vector also contains a ribosome binding site for translation initiation, and a transcription
 20 terminator. The vector may also include appropriate sequences for amplifying expression. In addition, the expression vectors preferably contain one or more selectable marker genes to provide a phenotypic trait for selection of transformed host cells such as dihydrofolate reductase or neomycin resistance for eukaryotic cell culture, or such as tetracycline or ampicillin resistance in *E. coli*.

25 The vector containing the appropriate DNA sequence as described above, as well as an appropriate promoter or control sequence, may be employed to transform an appropriate host to permit the host to express the protein. Examples of appropriate expression hosts include: bacterial cells, such as *E. coli*, *Streptomyces*, and *Salmonella typhimurium*; fungal cells, such as yeast; insect cells such as *Drosophila* and *Spodoptera*
 30 Sf9; mammalian cells such as CHO, COS, BHK, HEK 293 or Bowes melanoma; adenoviruses; plant cells, etc. It is understood that not all cells or cell lines will be

capable of producing fully functional β -secretase; for example, it is probable that human β -secretase is highly glycosylated in native form, and such glycosylation may be necessary for activity. In this event, eukaryotic host cells may be preferred. The selection of an appropriate host is deemed to be within the scope of those skilled in the art from the teachings herein. The invention is not limited by the host cells employed.

In bacterial systems, a number of expression vectors may be selected depending upon the use intended for β -secretase. For example, when large quantities of β -secretase or fragments thereof are needed for the induction of antibodies, vectors, which direct high level expression of fusion proteins that are readily purified, may be desirable. Such vectors include, but are not limited to, multifunctional *E. coli* cloning and expression vectors such as Bluescript(R) (Stratagene, La Jolla, CA), in which the β -secretase coding sequence may be ligated into the vector in-frame with sequences for the amino-terminal Met and the subsequent 7 residues of beta-galactosidase so that a hybrid protein is produced; pIN vectors (Van Heeke & Schuster (1989) J Biol Chem 264:5503-5509); pET vectors (Novagen, Madison WI); and the like.

In the yeast *Saccharomyces cerevisiae* a number of vectors containing constitutive or inducible promoters such as alpha factor, alcohol oxidase and PGH may be used. For reviews, see Ausubel *et al.* (supra) and Grant *et al.* (1987; Methods in Enzymology 153:516-544).

In cases where plant expression vectors are used, the expression of a sequence encoding β -secretase may be driven by any of a number of promoters. For example, viral promoters such as the 35S and 19S promoters of CaMV (Brisson *et al.* (1984) Nature 310:511-514) may be used alone or in combination with the omega leader sequence from TMV (Takamatsu *et al.* (1987) EMBO J 6:307-311). Alternatively, plant promoters such as the small subunit of RUBISCO (Coruzzi et al (1984) EMBO J 3:1671-1680; Broglie *et al.* (1984) Science 224:838-843); or heat shock promoters (Winter J and Sinibaldi RM (1991) Results. Probl. Cell Differ. 17:85-105) may be used. These constructs can be introduced into plant cells by direct DNA transformation or pathogen-mediated transfection. For reviews of such techniques, see Hobbs S or Murry LE (1992) in McGraw Hill Yearbook of Science and Technology, McGraw Hill, New York, N.Y., pp

191-196; or Weissbach and Weissbach (1988) *Methods for Plant Molecular Biology*, Academic Press, New York, N.Y., pp 421-463.

β -secretase may also be expressed in an insect system. In one such system, *Autographa californica* nuclear polyhedrosis virus (AcNPV) is used as a vector to
 5 express foreign genes in *Spodoptera frugiperda* Sf9 cells or in *Trichoplusia* larvae. The Kv-SL coding sequence is cloned into a nonessential region of the virus, such as the polyhedrin gene, and placed under control of the polyhedrin promoter. Successful insertion of Kv-SL coding sequence will render the polyhedrin gene inactive and produce recombinant virus lacking coat protein coat. The recombinant viruses are then used to
 10 infect *S. frugiperda* cells or *Trichoplusia* larvae in which β -secretase is expressed (Smith *et al.* (1983) *J Virol* 46:584; Engelhard EK *et al.* (1994) *Proc Nat Acad Sci* 91:3224-3227).

In mammalian host cells, a number of viral-based expression systems may be utilized. In cases where an adenovirus is used as an expression vector, a β -secretase
 15 coding sequence may be ligated into an adenovirus transcription/translation complex consisting of the late promoter and tripartite leader sequence. Insertion in a nonessential E1 or E3 region of the viral genome will result in a viable virus capable of expressing Kv-SL in infected host cells (Logan and Shenk (1984) *Proc Natl Acad Sci* 81:3655-3659). In addition, transcription enhancers, such as the rous sarcoma virus (RSV)
 20 enhancer, may be used to increase expression in mammalian host cells.

Specific initiation signals may also be required for efficient translation of a β -secretase coding sequence. These signals include the ATG initiation codon and adjacent sequences. In cases where β -secretase coding sequence, its initiation codon and upstream sequences are inserted into the appropriate expression vector, no additional translational
 25 control signals may be needed. However, in cases where only coding sequence, or a portion thereof, is inserted, exogenous transcriptional control signals including the ATG initiation codon must be provided. Furthermore, the initiation codon must be in the correct reading frame to ensure transcription of the entire insert. Exogenous transcriptional elements and initiation codons can be of various origins, both natural and
 30 synthetic. The efficiency of expression may be enhanced by the inclusion of enhancers

appropriate to the cell system in use (Scharf D *et al.* (1994) Results Probl Cell Differ 20:125-62; Bittner *et al.* (1987) Methods in Enzymol 153:516-544).

In a further embodiment, the present invention relates to host cells containing the above-described constructs. The host cell can be a higher eukaryotic cell, such as a mammalian cell, or a lower eukaryotic cell, such as a yeast cell, or the host cell can be a prokaryotic cell, such as a bacterial cell. Introduction of the construct into the host cell can be effected by calcium phosphate transfection, DEAE-Dextran mediated transfection, or electroporation (Davis, L., Dibner, M., and Battey, I. (1986) Basic Methods in Molecular Biology) or newer methods, including lipid transfection with "FUGENE" (Roche Molecular Biochemicals, Indianapolis, IN) or "EFFECTENE" (Quiagen, Valencia, CA), or other DNA carrier molecules. Cell-free translation systems can also be employed to produce polypeptides using RNAs derived from the DNA constructs of the present invention. Kv-SL mRNA or cRNA may also be microinjected into, e.g. *Xenopus laevis* oocytes, for production of Kv-SL for electrophysiological measurements or other assays.

A host cell strain may be chosen for its ability to modulate the expression of the inserted sequences or to process the expressed protein in the desired fashion. Such modifications of the protein include, but are not limited to, acetylation, carboxylation, glycosylation, phosphorylation, lipidation and acylation. Post-translational processing which cleaves a "prepro" form of the protein may also be important for correct insertion, folding and/or function. For example, in the case of β -secretase, it is likely that the N-terminus of SEQ ID NO: 2 is truncated, possibly at amino acid 46, or at about residues 57-58 of SEQ ID NO: 2. Different host cells such as CHO, HeLa, BHK, MDCK, 293, WI38, etc. have specific cellular machinery and characteristic mechanisms for such post-translational activities and may be chosen to ensure the correct modification and processing of the introduced, foreign protein.

For long-term, high-yield production of recombinant proteins, stable expression may be preferred. For example, cell lines that stably express β -secretase may be transformed using expression vectors which contain viral origins of replication or endogenous expression elements and a selectable marker gene. Following the introduction of the vector, cells may be allowed to grow for 1-2 days in an enriched

media before they are switched to selective media. The purpose of the selectable marker is to confer resistance to selection, and its presence allows growth and recovery of cells that successfully express the introduced sequences. Resistant clumps of stably transformed cells can be proliferated using tissue culture techniques appropriate to the cell type.

Host cells transformed with a nucleotide sequence encoding β -secretase may be cultured under conditions suitable for the expression and recovery of the encoded protein from cell culture. The protein or fragment thereof produced by a recombinant cell may be secreted, membrane-bound, or contained intracellularly, depending on the sequence and/or the vector used. As will be understood by those of skill in the art, expression vectors containing polynucleotides encoding β -secretase can be designed with signal sequences which direct secretion of β -secretase polypeptide through a prokaryotic or eukaryotic cell membrane.

β -secretase may also be expressed as a recombinant protein with one or more additional polypeptide domains added to facilitate protein purification. Such purification facilitating domains include, but are not limited to, metal chelating peptides such as histidine-tryptophan modules that allow purification on immobilized metals, protein A domains that allow purification on immobilized immunoglobulin, and the domain utilized in the FLAGS extension/affinity purification system (Immunex Corp, Seattle, Wash.).

The inclusion of a protease-cleavable polypeptide linker sequence between the purification domain and β -secretase is useful to facilitate purification. One such expression vector provides for expression of a fusion protein comprising β -secretase (*e.g.*, a soluble β -secretase fragment) fused to a polyhistidine region separated by an enterokinase cleavage site. The histidine residues facilitate purification on IMIAC (immobilized metal ion affinity chromatography, as described in Porath *et al.* (1992) Protein Expression and Purification 3:263-281) while the enterokinase cleavage site provides a means for isolating Kv-SL from the fusion protein. pGEX vectors (Promega, Madison, Wis.) may also be used to express foreign polypeptides as fusion proteins with glutathione S-transferase (GST). In general, such fusion proteins are soluble and can easily be purified from lysed cells by adsorption to ligand-agarose beads (*e.g.*,

glutathione-agarose in the case of GST-fusions) followed by elution in the presence of free ligand.

Following transformation of a suitable host strain and growth of the host strain to an appropriate cell density, the selected promoter is induced by appropriate means (e.g., temperature shift or chemical induction) and cells are cultured for an additional period. Cells are typically harvested by centrifugation, disrupted by physical or chemical means, and the resulting crude extract retained for further purification. Microbial cells employed in expression of proteins can be disrupted by any convenient method, including freeze-thaw cycling, sonication, mechanical disruption, or use of cell lysing agents, or other methods, which are well known to those skilled in the art.

β -secretase can be recovered and purified from recombinant cell cultures by any of a number of methods well known in the art, including ammonium sulfate or ethanol precipitation, acid extraction, anion or cation exchange chromatography, phosphocellulose chromatography, hydrophobic interaction chromatography, affinity chromatography, hydroxylapatite chromatography, and lectin chromatography. For example, affinity matrices employing molecules directed to the active site(s) of β -secretase, such as high affinity substrate inhibitors identified according to the methods described below, exemplified by P10-P4'staD \rightarrow V may be used to purify the enzyme. Protein refolding steps can be used, as necessary, in completing configuration of the mature protein. Exemplary methods for purifying naturally occurring as well as purified forms of β -secretase are provided in the Examples.

B. Methods of Selecting β -secretase Inhibitors

The present invention also includes methods for identifying molecules, such as synthetic drugs, antibodies, peptides, or other molecules, which have an inhibitory effect on the activity of β -secretase described herein, generally referred to as inhibitors, antagonists or blockers of the enzyme. Such an assay includes the steps of providing a human β -secretase, such as the β -secretase which comprises SEQ ID NO: 2, contacting the β -secretase with a test compound to determine whether it has a modulating effect on the activity of the enzyme, as discussed below, and selecting from test compounds capable of modulating β -secretase activity. In particular, inhibitory compounds

(antagonists) are useful in the treatment of disease conditions associated with amyloid deposition, particularly Alzheimer's disease.

Particularly useful screening assays employ cells which express both β -secretase and APP. Such cells can be made recombinantly by co-transfection of the cells with polynucleotides encoding the proteins, as described in Section III, above, or can be made by transfecting a cell which naturally contains one of the proteins with the second protein. In a particular embodiment, such cells are grown up in multi-well culture dishes and are exposed to varying concentrations of a test compound or compounds for a pre-determined period of time, which can be determined empirically. Whole cell lysates, cultured media or cell membranes are assayed for β -secretase activity. Test compounds which significantly inhibit activity compared to control (as discussed below) are considered therapeutic candidates.

Isolated β -secretase, its ligand-binding, catalytic, or immunogenic fragments, or oligopeptides thereof, can be used for screening therapeutic compounds in any of a variety of drug screening techniques. The protein employed in such a test may be membrane-bound, free in solution, affixed to a solid support, borne on a cell surface, or located intracellularly. The formation of binding complexes between β -secretase and the agent being tested can be measured. Compounds that inhibit binding between β -secretase and its substrates, such as APP or APP fragments, may be detected in such an assay.

Preferably, enzymatic activity will be monitored, and candidate compounds will be selected on the basis of ability to inhibit such activity. More specifically, a test compound will be considered as an inhibitor of β -secretase if the measured β -secretase activity is significantly lower than β -secretase activity measured in the absence of test compound. In this context, the term "significantly lower" means that in the presence of the test compound the enzyme displays an enzymatic activity which, when compared to enzymatic activity measured in the absence of test compound, is measurably lower, within the confidence limits of the assay method. Such measurements can be assessed by a change in K_m and/or V_{max} , single assay endpoint analysis, or any other method standard in the art. Exemplary methods for assaying β -secretase are provided in Example 4 herein.

For example, in studies carried out in support of the present invention, compounds were selected based on their ability to inhibit β -secretase activity in the MBP-C125 assay. Compounds that inhibited the enzyme activity at a concentration lower than about 50 μ M were selected for further screening.

The groups of compounds that show promise as candidates for inhibitor activity comprise a further aspect of the present invention. Initially 18 amino acid containing peptide strands were tested for binding and enzymatic cleavage by measuring the kinetics of the reaction. Plots of the rates of enzyme binding and turnover allowed determination of K_m and K_{cat} for the enzyme with various inhibitor molecules. K_m is a binding constant for enzyme (E) and substrate (S) to form the bound complex of enzyme and substrate ([ES]) and K_{cat} is a catalytic constant for conversion of ES to E and P, where P is the product of the enzymatic reaction (in this case, cleaved peptide).

The equilibrium reaction pathway is represented schematically as:



Since it was known that β -secretase cleaves the Swedish mutation of APP at the double substitution sites containing Asn-Leu instead of the Lys-Met of wild type APP, preliminary studies were made by substituting amino acids at the P1 and P1' sites. The Asn and Leu are labeled P1 and P1' respectively indicating that the peptide chain is cleaved between these two amino acids. The P numbers then increase arithmetically as one progressively counts the amino acids of the chain in either direction from this point. The prime following a P number indicates that one is moving in the carboxy terminal direction of the peptide chain.

It was found that the P1 site is quite sensitive to substitution for binding with only Leu (the Swedish mutation substitution) and Phe showing appreciable cleavage (30%). Next P1 was allowed to remain as Leu and P1' was varied by substitution with different amino acids. Interestingly, when P1' was varied there was quite a range of enzyme activity but when P1' was valine, the reaction kinetics showed that the enzyme became fully saturated. Thus this valine variant had good binding affinity for the protein as well as slowing the rate of cleavage of the bound complex.. An IC₅₀ value of the 18

residue sequence in an MBP M125 assay was measured as 3 μ m, which indicated an enzyme inhibition of over 100 times that of the Swedish sequence. This result demonstrated a clear effect on enzyme turnover. As a result, valine was selected as the amino acid substitution at P1' with further variation of P1 and more remote binding sides to be studied. When statine, a non-standard amino acid known to inhibit renin, another aspartyl protease, was substituted at P1 with P1' being valine, a potent inhibitor of β -secretase was created. The P10-P4'sta D \rightarrow V inhibitor discussed above also incorporates this P1-P1' sequence and is about 100 times more potent an inhibitor than the valine substitution alone.

Heptameric peptides were then attempted as inhibitors, such a chain length being selected because it was believed that the enzyme would require the next two or three amino acids on either side of the Sta-Val sequence to also fit the binding pockets of the enzyme. A variety of heptameric peptides were synthesized to probe the steric preferences of the enzyme active site for binding.

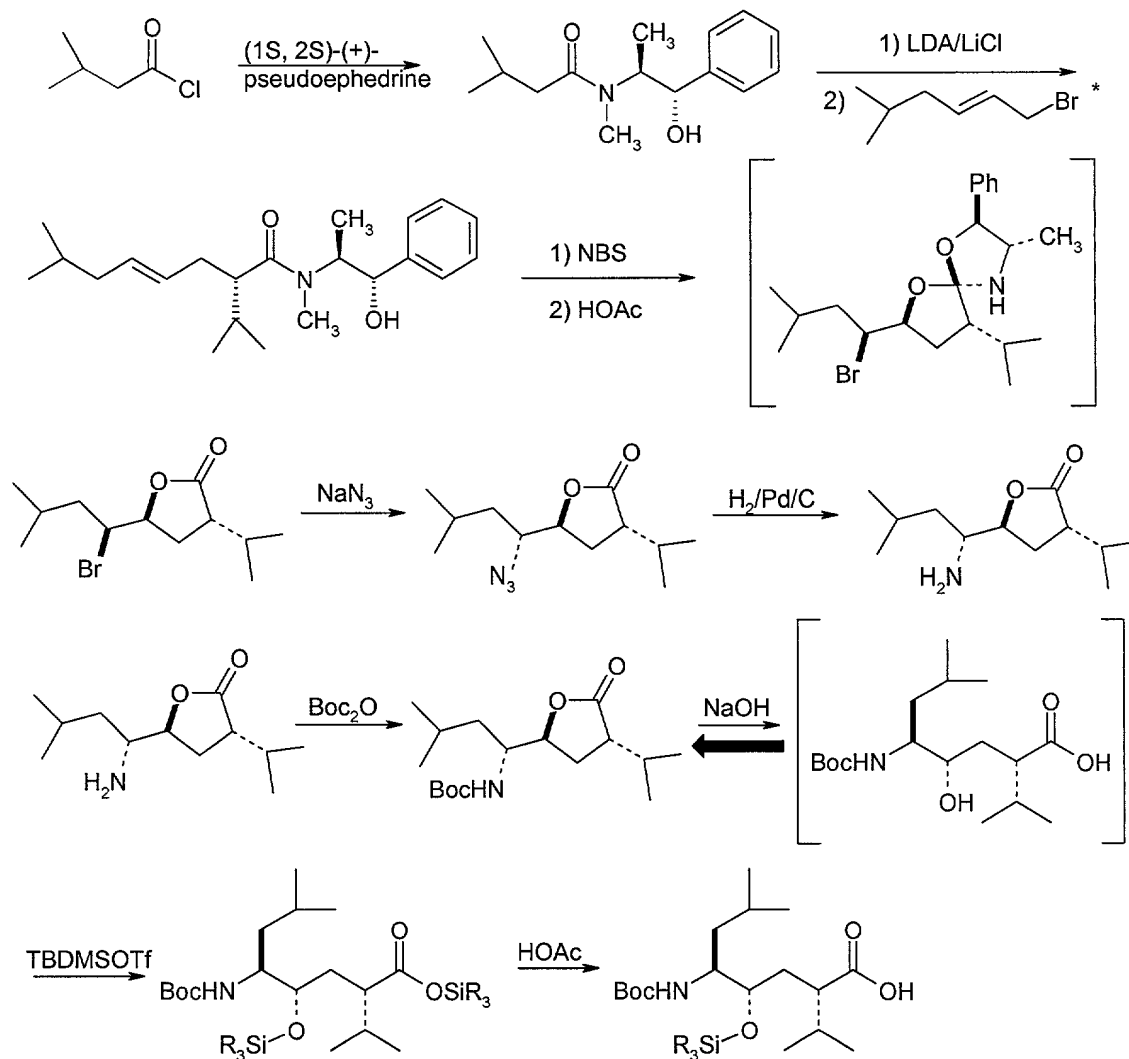
The substrates for these studies were synthesized using solid support sequential synthesis as described in Example 7. Assays of the inhibitory activity were performed in the MBP C125 assays described in Example 4 and IC₅₀ values were generated for the heptameric inhibitors are reported in Table 9. Preferred inhibitors of the invention are those compounds in Group III, particularly preferred inhibitors are in Group II and the most preferred are the inhibitors of Group I.

Based on studies carried out in support of the invention, it has been determined that the peptide compound described herein as P10-P4'staD \rightarrow V is a quite potent inhibitor of the enzyme. Further studies based on this sequence and peptidomimetics of portions of this sequence have revealed a number of small molecule inhibitors, such as the heptamer sequences detailed in Example 7, which also show good affinity and inhibition of β -secretase. Other exemplary inhibitors are described, for example, in co-owned U.S. Provisional patent application entitled "Tetrapeptide Inhibitors of β -secretase," by inventors Varghese John, *et al.*, which was co-filed as a provisional application is incorporated herein by reference.

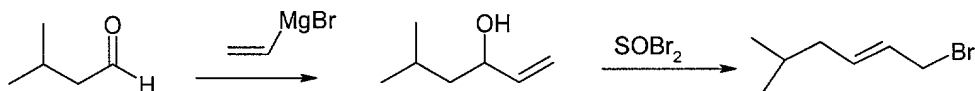
Methods of making the hydroxyethylene core are known in the art and one such synthetic scheme is provided by Scheme I: Hydroxyethylene as used herein refers to the

end product of Scheme 1 but having a free hydroxy group rather than the depicted silylated hydroxyl. The hydroxyethylene moiety may be used similarly to an amino acid in sequential peptide syntheses.

Scheme I



*Procedure for preparation of 1-bromo-5-methylhex-2-ene:



5

Definitions of standard chemical abbreviations:

Ac= acetyl (methylcarbonyl)

Boc = tert-butoxycarbonyl

BOP = benzotriazol-1-yloxy-tris(dimethylamino)phosphonium hexafluorophosphate

CBZ=benzyloxycarbonyl

CDI = 1,1'-carbonyldiimidazole

DCM = dichloromethane = methylene chloride = CH_2Cl_2

EDC = ethyl-1-(3-dimethylaminopropyl)carbodiimide or 1-(3-dimethylaminopropyl)-3-

5 ethylcarbodiimide hydrochloride

HOBt = 1-hydroxybenzotriazole

IC_{50} = inhibitory concentration of a compound that reduces enzyme activity by half.

iso = an alkyl chain having the ending group 2-methylpropyl, i.e. $-\text{CH}(\text{CH}_3)_2$.

LDA = lithium diisopropyl amide

10 MeOH = methanol

n = normal, i.e. unbranched, e.g. *n*-Pr is $-\text{CH}_2-\text{CH}_2-\text{CH}_3$

NBS = N-bromosuccinimide

PEPC = 1-(3-(1-pyrrolidinyl)propyl)-3-ethylcarbodiimide

R_f = ratio of movement of a substance on a thin layer chromatogram in comparison to the

15 movement of the solvent front.

t or *tert* = tertiary in an alkyl chain, e.g. *t*-butyl is $-\text{C}(\text{CH}_3)_3$.

TBDMSCl = t-butyl-dimethylsilyl chloride

TBDMSOTf = t-butyl-dimethylsilyl trifluorosulfonic acid ester

TEA = triethylacetate

20 TFA = trifluoroacetic acid

THF = tetrahydrofuran

TLC = thin layer chromatography

Removal of a Boc-protecting group from a protected amine to generate free amine:

25 For example, the Boc-protected hydroxyethylene product of Scheme I was dissolved in a trifluoroacetic acid/dichloromethane (1/1) solution. The reaction was monitored by TLC to confirm the consumption of starting material at which time the solvents were removed under reduced pressure to yield the free amine, which was used without further purification. In a similar fashion, substituting a Boc-protected amino acid or statine will

30 yield the free amine which may be utilized in the next step directly below.

Coupling a deprotected amine with a selected amino acid residue (AA_1).

Boc-AA₁-OH (1.0 equiv.) is dissolved in 30 mL of dry dichloromethane, then HOBT (2.0 equiv.), and the hydroxyethylene or another amino acid (1.0 equiv.) and TEA (5 equiv.) are added and all stirred for 20 minutes. EDC (1.2 equiv.) is added and the mixture is stirred overnight under an atmosphere of nitrogen. The reaction is then diluted with water and extracted with EtOAc (3x). The organic layers are washed with aqueous citric acid (2x), sat. NaHCO₃ (2x), brine, then dried over MgSO₄. Removal of a Boc-protecting group from the resulting polypeptide is accomplished as described in the procedure above.

Removal of the Carboxybenzyl (Cbz) protecting group to form a C-terminal acid

PP-AA₂-AA₁-OBz (1.2 g) is dissolved in 100 ml of MeOH and Pd/C (1g, 10%) is added. The reaction is subjected to a hydrogen gas atmosphere of 50psi for 2 hours. The resulting slurry is filtered through a pad of celite, and roto-evaporated to yield the desired material.

The silyl protecting group on the hydroxyl function of the hydroxyethylene may be removed after the peptide bonds are completed and may be performed, for example, by treatment of the compound with hydrogen fluoride in DCM.

Polypeptides are constructed by sequential addition of amino acids, usually from the C-terminal amino acid to the N-terminus. The C-terminus is either protected, as by a carbobenzyloxy group, or linked to a solid support for sequential synthesis which may be cleaved once the desired peptide sequence has been formed.

Random libraries of peptides or other compounds can also be screened for suitability as β -secretase inhibitors. Combinatorial libraries can be produced for many types of compounds that can be synthesized in a step-by-step fashion. Such compounds include polypeptides, beta-turn mimetics, polysaccharides, phospholipids, hormones, prostaglandins, steroids, aromatic compounds, heterocyclic compounds, benzodiazepines, oligomeric N-substituted glycines and oligocarbamates. Large combinatorial libraries of the compounds can be constructed by the encoded synthetic libraries (ESL) method described in Affymax, WO 95/12608, Affymax, WO 93/06121, Columbia University, WO 94/08051, Pharmacocea, WO 95/35503 and Scripps, WO 95/30642 (each of which is incorporated by reference for all purposes).

A preferred source of test compounds for use in screening for therapeutics or therapeutic leads is a phage display library. See, e.g., Devlin, WO 91/18980; Key, B.K., *et al.*, eds., Phage Display of Peptides and Proteins, A Laboratory Manual, Academic Press, San Diego, CA, 1996. Phage display is a powerful technology that allows one to use phage genetics to select and amplify peptides or proteins of desired characteristics from libraries containing 10^8 - 10^9 different sequences. Libraries can be designed for selected variegation of an amino acid sequence at desired positions, allowing bias of the library toward desired characteristics. Libraries are designed so that peptides are expressed fused to proteins that are displayed on the surface of the bacteriophage. The phage displaying peptides of the desired characteristics are selected and can be regrown for expansion. Since the peptides are amplified by propagation of the phage, the DNA from the selected phage can be readily sequenced facilitating rapid analyses of the selected peptides.

Phage encoding peptide inhibitors can be selected by selecting for phage that bind specifically to β -secretase protein. Libraries are generated fused to proteins such as gene II that are expressed on the surface of the phage. The libraries can be composed of peptides of various lengths, linear or constrained by the inclusion of two Cys amino acids, fused to the phage protein or may also be fused to additional proteins as a scaffold. One may start with libraries composed of random amino acids or with libraries that are biased to sequences in the β APP substrate surrounding the β -secretase cleavage site. One may also design libraries biased toward the peptidic inhibitors and substrates described herein or biased toward peptide sequences obtained from the selection of binding phage from the initial libraries.

The β -secretase is immobilized and phage specifically binding to the β -secretase selected for. One may include a requirement that the phage not bind in the presence of a known active site inhibitor of β -secretase (e.g. the inhibitors described herein), to further direct the phage to specifically binding in the active site. Highly purified β -secretase, derived from brain or preferably from recombinant cells can be immobilized to 96 well plastic dishes using standard techniques (reference phage book). Recombinant β -secretase, designed to be fused to a peptide that can bind (e.g. strepavidin binding motifs, His, FLAG or myc tags) to another protein immobilized (such as strepavidin or

appropriate antibodies) on the plastic petri dishes can also be used. Phage are incubated with the bound β -secretase and unbound phage removed by washing. The phage are eluted and this selection is repeated until a population of phage binding to β -secretase is recovered. Binding and elution are done using standard techniques.

- 5 Alternatively β -secretase can be “bound” by expressing it in Cos or other mammalian cells growing on a petri dish. In this case one would select for phage binding to the β -secretase expressing cells, and select against phage that bind to the control cells, that are not expressing β -secretase.

- 10 One can also use phage display technology to select for preferred substrates of β -secretase, and incorporate the identified features of the preferred substrate peptides obtained by phage display into inhibitors.

- 15 In the case of β -secretase, knowledge of the amino acid sequence surrounding the cleavage site of APP and of the cleavage site of APPsw has provided information for purposes of setting up the phage display screening library to identify preferred substrates of β -secretase. Additionally, knowledge of the sequence of a particularly good peptide inhibitor, P10-P4staD->V, as described herein, provides information for setting up a “biased” library toward this sequence.

- 20 For example, the peptide substrate library containing 10^8 different sequences is fused to a protein (such as a gene III protein) expressed on the surface of the phage and a sequence that can be used for binding to streptavidin, or another protein, such as His tag and antibody to His. The phage are digested with protease, and undigested phage are removed by binding to appropriate immobilized binding protein, such as streptavidin. This selection is repeated until a population of phage encoding substrate peptide sequences is recovered. The DNA in the phage is sequenced to yield the substrate sequences. These substrates are then used for further development of peptidomimetics, particularly peptidomimetics having inhibitory properties.

- 25 Combinatorial libraries and other compounds are initially screened for suitability by determining their capacity to bind to, or preferably, to inhibit β -secretase activity in any of the assays described herein or otherwise known in the art. Compounds identified by such screens are then further analyzed for potency in such assays. Inhibitor

compounds can then be tested for prophylactic and therapeutic efficacy in transgenic animals predisposed to an amyloidogenic disease, such as mice bearing a 717 mutation of APP (PDAPP mice) described by Games et al., *Nature* 373: 523-527, 1995 and Wadsworth et al. US 5,811,633, US 5,604,131, US 5,720,936, and mice bearing a Swedish mutation of APP such as described by McConlogue et al., US 5,612,486 and Hsiao et al., U.S 5,877,399; Staufenbiel et al., *Proc. Natl. Acad. Sci. USA* 94, 13287-13292 (1997); Sturchler-Pierrat et al., *Proc. Natl. Acad. Sci. USA* 94, 13287-13292 (1997); Borchelt et al., *Neuron* 19, 939-945 (1997)), all of which are incorporated herein by reference.

Compounds or agents found to be efficacious and safe in such animal models will be moved into human clinical trials for treatment of Alzheimer's disease and related diseases. The same screening approach can be used on other potential agents such as peptidomimetics described above.

In general, in selecting therapeutic compounds based on the foregoing assays, it is useful to determine whether the test compound has an acceptable toxicity profile, *e.g.*, in a variety of in vitro cells and animal model(s). It may also be useful to search the tested and identified compound(s) against existing compound databases to determine whether the compound or analogs thereof have been previously employed for pharmaceutical purposes, and if so, optimal routes of administration and dose ranges. Alternatively, routes of administration and dosage ranges can be determined empirically, using methods well known in the art (see, *e.g.*, Benet, L.Z., *et al. Pharmacokinetics in Goodman & Gilman's The Pharmacological Basis of Therapeutics*, Ninth Edition, Hardman, J.G., *et al.*, Eds., McGraw-Hill, New York, 1966) applied to standard animal models, such as the transgenic PDAPP animal model (*e.g.*, Games, D., *et al. Nature* 373: 523-527, 1995; Johnson-Wood, K., *et al.*, *Proc. Natl. Acad. Sci. USA* 94: 1550-1555, 1997). To optimize compound activity and/or specificity, it may be desirable to construct a library of near-neighbor analogs to search for analogs with greater specificity and/or activity. Methods for synthesizing near-neighbor and/or targeted compound libraries are well-known in the combinatorial library field.

C. Inhibitors and Therapeutics

Part B, above, describes method of screening for compounds having β -secretase inhibitory activity. To summarize, guidance is provided for specific methods of screening for potent and selective inhibitors of β -secretase enzyme. Significantly, the practitioner is directed to a specific peptide substrate/inhibitor sequences, such as P10-P4'staD->V, on which drug design can be based and additional sources, such as biased phage display libraries, that should provide additional lead compounds.

The practitioner is also provided ample guidance for further refinement of the binding site of the enzyme, for example, by crystallizing the purified enzyme in accord with the methods provide herein. Noting the success in this area that has been enjoyed in the area of HIV protease inhibitor development, it is contemplated that such efforts will lead to further optimization of test compounds. With optimized compounds in hand, it is possible to define a compound pharmacophore, and further search existing pharmacophore databases, *e.g.*, as provided by Tripos, to identify other compounds that may differ in 2-D structural formulae with the originally discovered compounds, but which share a common pharmacophore structure and activity. Test compounds are assayed in any of the inhibitor assays described herein, at various stages in development.

Therefore, the present invention includes β -secretase inhibitory agents discovered by any of the methods described herein, particularly the inhibitor assays and the crystallization/optimization protocols. Such inhibitory agents are therapeutic candidates for treatment of Alzheimer's disease, as well as other amyloidoses characterized by A β peptide deposition. The considerations concerning therapeutic index (toxicology), bioavailability and dosage discussed in Part B above are equally important to consider with respect to these therapeutic candidates.

D. Methods of Diagnosis

The present invention also provides methods of diagnosing individuals who carry mutations that provide enhanced β -secretase activity. For example, there are forms of familial Alzheimer's disease in which the underlying genetic disorder has yet to be recognized. Members of families possessing this genetic predisposition can be monitored for alterations in the nucleotide sequence that encodes β -secretase and/or promoter regions thereof, since it is apparent, in view of the teachings herein, that individuals who

overexpress of the enzyme or possess catalytically more efficient forms of the enzyme would be likely to produce relatively more A β peptide. Support for this supposition is provided by the observation, reported herein, that the amount of β -secretase enzyme is rate limiting for production of A β in cells.

More specifically, persons suspected to have a predilection for developing for developing or who already have the disease, as well as members of the general population, may be screened by obtaining a sample of their cells, which may be blood cells or fibroblasts, for example, and testing the samples for the presence of genetic mutations in the β -secretase gene, in comparison to SEQ ID NO: 1 described herein, for example. Alternatively or in addition, cells from such individuals can be tested for β -secretase activity. According to this embodiment, a particular enzyme preparation might be tested for increased affinity and/or Vmax with respect to a β -secretase substrate such as MBP-C125, as described herein, with comparisons made to the normal range of values measured in the general population. Individuals whose β -secretase activity is increased compared to normal values are susceptible to developing Alzheimer's disease or other amyloidogenic diseases involving deposition of A β peptide.

E. Therapeutic Animal Models

A further utility of the present invention is in creation of certain transgenic and/or knockout animals that are also useful in the screening assays described herein. Of particular use is a transgenic animal that overexpresses the β -secretase enzyme, such as by adding an additional copy of the mouse enzyme or by adding the human enzyme. Such an animal can be made according to methods well known in the art (e.g., Cordell, U.S. Patent 5,387,742; Wadsworth et al., US 5,811,633, US 5,604,131, US 5,720,936; McConlogue et al., US 5,612,486; Hsiao et al., U.S 5,877,399; and "Manipulating the Mouse Embryo, A Laboratory Manual," B. Hogan, F. Costantini and E. Lacy, Cold Spring Harbor Press, 1986)), substituting the one or more of the constructs described with respect to β -secretase, herein, for the APP constructs described in the foregoing references, all of which are incorporated by reference.

An overexpressing β -secretase transgenic mouse will make higher levels of A β and s β APP from APP substrates than a mouse expressing endogenous β -secretase. This would facilitate analysis of APP processing and inhibition of that processing by candidate therapeutic agents. The enhanced production of A β peptide in mice transgenic for β -secretase would allow acceleration of AD-like pathology seen in APP transgenic mice. This result can be achieved by either crossing the β -secretase expressing mouse onto a mouse displaying AD-like pathology (such as the PDAPP or Hsiao mouse) or by creating a transgenic mouse expressing both the β -secretase and APP transgene.

Such transgenic animals are used to screen for β -secretase inhibitors, with the advantage that they will test the ability of such inhibitors to gain entrance to the brain and to effect inhibition *in vivo*.

Another animal model contemplated by the present invention is a so-called “knock-out mouse” in which the endogenous enzyme is either permanently (as described in US Patent Nos. 5,464,764, 5,627,059 and 5,631,153, which are incorporated by reference in their entity) or inducibly deleted (as described in US Patent Nos. 4,959,317, which is incorporated by reference in its entity). Such mice serve as controls for β -secretase activity and/or can be crossed with APP mutant mice, to provide validation of the pathological sequelae. Such mice can also provide a screen for other drug targets, such as drugs specifically directed at A β deposition events.

β -secretase knockout mice provide a model of the potential effects of β -secretase inhibitors *in vivo*. Comparison of the effects of β -secretase test inhibitors *in vivo* to the phenotype of the β -secretase knockout can help guide drug development. For example, the phenotype may or may not include pathologies seen during drug testing of β -secretase inhibitors. If the knockout does not show pathologies seen in the drug-treated mice, one would know that the drug is interacting non-specifically with another target in addition to the β -secretase target. One could use tissue from the knockout to set up drug binding assays or to do expression cloning to find the targets that are responsible for these toxic effects, and then use this information to design further drugs that do not interact with these undesirable targets. This may be difficult to do in wildtype mice that express β -secretase. The knockout mice will facilitate analyses of potential toxicities that are

inherent to β -secretase inhibition. Knowledge of potential toxicities could help guide one to design drugs or drug-delivery systems to reduce such toxicities. The inducible knockout mice would be particularly useful in distinguishing toxicity in an adult animal vs embryonic effects seen in the standard knockout. If there are fetal-lethal effects the inducible knockout may be the only way to get viable knockout mice.

Methods and technology for developing knock-out mice have matured to the point that a number of commercial enterprises generate such mice on a contract basis (e.g., Lexicon Genetics, Woodland TX; Cell & Molecular Technologies, Lavallette, NJ; Crysalis, DNX Transgenic Sciences, Princeton, NJ). Methodologies are also available in the art. (See Galli-Taliadoros, L.A., *et al.*, J. Immunol. Meth. 181: 1-15, 1995. Briefly, a genomic clone of the enzyme of interest is required. Where, as in the present invention, the exons encoding the regions of the protein have been defined, it is possible to achieve inactivation without further knowledge of the regulatory sequences controlling transcription. Specifically, the mouse gene sequence is provided herein, a mouse strain 129 genomic library can be screened by hybridization or PCR, using the sequence information provided herein, according to methods well known in the art. (Ausubel; Sambrook) The genomic clone so selected is then subjected to restriction mapping and partial exonic sequencing for confirmation of mouse homologue and to obtain information for knock-out vector construction. Appropriate regions are then sub-cloned into a “knock-out” vector carrying a selectable marker, such as a vector carrying a *neo*^r cassette, which renders cells resistant to aminoglycoside antibiotics such as gentamycin. The construct is further engineered for disruption of the gene of interest, such as by insertion of a sequence replacement vector, in which a selectable marker is inserted into an exon of the gene, where it serves as a mutagen, disrupting the coordinated transcription of the gene. Vectors are then engineered for transfection into embryonic stem (ES) cells, and appropriate colonies are isolated. Positive ES cell clones are micro-injected into isolated host blastocysts to generate chimeric animals, which are then bred and screened for germline transmission of the mutant allele.

According to a further preferred embodiment, such β -secretase knock-out mice can be generated such that the mutation is inducible, such as by inserting in the knock-out mice a *lox* region flanking the β -secretase gene region. Such mice are then crossed with mice bearing a “Cre” gene under an inducible promoter, resulting in at least some offspring bearing both the “Cre” and the *lox* constructs. When expression of “Cre” is induced, it serves to disrupt the gene flanked by the *lox* constructs. Such a “Cre-*lox*” mouse is particularly useful, when it is suspected that the knock-out mutation may be lethal. In addition, it provides the opportunity for knocking out the gene in selected tissues, such as the brain. Methods for generating Cre-*lox* constructs are provided by U.S. Patent 4,959,317, incorporated herein by reference.

The following examples illustrate, but in no way are intended to limit the present invention.

Example 1

Isolation of Coding Sequences for Human β -secretase

A. PCR Cloning

Poly A+ RNA from IMR human neuroblastoma cells was reverse transcribed using the Perkin-Elmer kit. Eight degenerate primer pools, each 8 fold degenerate, encoding the N and C terminal portions of the amino acid sequence obtained from the purified protein were designed (shown in Table 6; oligos 3407 through 3422). PCR reactions were composed of cDNA from 10 ng of RNA, 1.5 mM $MgCl_2$, 0.125 μ l AmpliTaq® Gold, 160 μ M each dNTP (plus 20 μ M additional from the reverse transcriptase reaction), Perkin-Elmer TAQ buffer (from AmpliTaq® Gold kit, Perkin-Elmer, Foster City, CA), in a 25 μ l reaction volume. Each of oligonucleotide primers 3407 through 3414 was used in combination with each of oligos 3415 through 3422 for a total for 64 reactions. Reactions were run on the Perkin-Elmer 7700 Sequence Detection machine under the following conditions: 10 min at 95°C, 4 cycles of, 45 °C annealing for 15 second, 72 °C extension for 45 second and 95 °C denaturation for 15 seconds followed by 35 cycles under the same conditions with the exception that the annealing temperature was raised to 55 °C . (The foregoing conditions are referred to herein as

“Reaction 1 conditions.”) PCR products were visualized on 4% agarose gel (Northern blots) and a prominent band of the expected size (68 bp) was seen in reactions, particularly with the primers 3515-3518 (FIGS. 3A-3C) in many of the lanes (each of FIGS 3A-3C shows two gels, an upper and a lower gel, and the reaction combinations were run sequentially in the gels as illustrated, such that primer 3515 was reacted with each of 3507-3514, followed by reaction of primer 3516 with each of primers 3507-3514, and so forth). The 68 kb band was sequenced and the internal region coded for the expected amino acid sequence. This gave the exact DNA sequence for 22 bp of the internal region of this fragment. C.GGC.CGG.AGG.GGC.AGC.TTT.GTG

Additional sequence was deduced from the efficiency of various primer pools of discrete sequence in generating this PCR product. Primer pools 3419 to 3422 gave very poor or no product, whereas pools 3415 to 3418 gave robust signal. The difference between these pools is a CTC (3415 to 3418) vs TTC (3419 to 3422) in the 3' most end of the pools. Since CTC primed more efficiently we can conclude that the reverse complement GAG is the correct codon. Since Met coding is unique we can also conclude that the following codon is ATG. Thus the exact DNA sequence obtained is:

.CCC.GGC.CGG.AGG.GGC.AGC.TTT.GTG.GAG.ATG.GT (SEQ ID NO: 49) encoding the amino acid sequence P G R R G S F V E M V (SEQ ID NO: 50). This sequence can be used to design exact oligonucleotides for 3 and 5' RACE PCR on either cDNA or libraries or to design specific hybridization probes to be used to screen libraries.

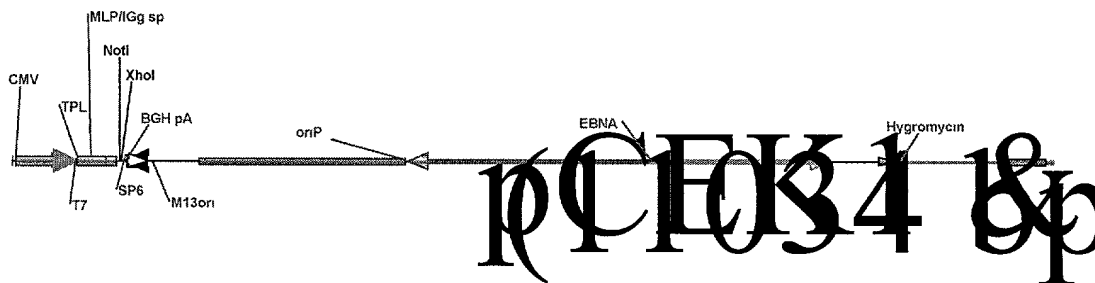
Since the degenerate PCR product was found to be so robust, this reaction may also be used as a diagnostic for the presence of clones containing this sequence. Pools of libraries can be screened using this PCR product to indicate the presence of a clone in the pool. The pools can be broken out to identify individual clones. Screening pools of known complexity and or size can provide information on the abundance of this clone in a library or source and can approximate the size of the full length clone or message.

For generation of a probe, PCR reactions using oligonucleotides 3458 and 3469 or 3458 and 3468 (Table 7) can be carried out using the 23 RACE product, clone 9C7E.35 (30 ng, clone 9C7E.35 was isolated from origene library, see Example 2), or cDNA generated from brain, using the standard PCR conditions (Perkin-Elmer rtPCR and amplitaqgold kits) with the following following: 25 µl reaction volume 1.5 mM MgCl₂,

0.125 µl of AmpliTaq® Gold (Perkin-Elmer), initial 95° for 10 min to activate the AmpliTaq® Gold, 36 cycles of 65° 15 sec 72° 45 sec 95° for 15 sec, followed by 3 min at 72°. Product was purified on a Quiagen PCR purification kit and used as a substrate for randompriming to generate a radiolabelled probe (Sambrook, *et al.*, *supra*; Amersham RediPrime® kit). This probe was used to isolate full length close pCEK clone 27 shown in FIG. 12 and 13.

Derivation of full length clone pCEK clone 27

A human primary neuronal cell library in the mammalian expression vector pCEK2 vector was generated using size selected cDNA, and pools of clones generated from different sized inserts. The cDNA library for β -secretase screening was made with poly(A)⁺ RNA isolated from primary human neuronal cells. The cloning vector was pCEK2 (map shown below).



pCEK2

We synthesized the double-stranded cDNA inserts using the cDNA Synthesis Kit from Stratagene with some modifications. The inserts were then fractionated according to their sizes. A total of five fractions were individually ligated with double-cut (NotI and XhoI) pCEK2 and subsequently transformed into the E. Coli strain XL-10 Gold which is designed to accept very large plasmids.

The fractions of transformed E. Coli were plated on Terrific Broth agar plates containing ampicillin and let grown for 18 hours. Each fraction yielded about 200,000 colonies to give a total of one million colonies. The colonies were then scraped from the plates and plasmids isolated from them in pools of approximately 70,000 clones/pool.

5 70,000 clones from each pool of the library was screened for the presence of the putative β -secretase gene using the diagnostic PCR reaction (degenerate primers 3411 and 3417 shown above).

Clones from the 1.5 kb pool were screened using a radiolabeled probe generated from a 390 b.p. PCR product generated from clone 9C7E.35. For generation of a probe,
10 PCR product was generated using 3458 and 3468 as primers and clone 9C7E.35 (30 ng) as substrate.

3468: CAG.CAT.AGG.CCA.GCC.CCA.GGA.TGC.CT

3458: GAG GGG CAG CTT TGT GGA GA

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PCR product was used as a substrate for random priming to generate a radiolabeled probe. 180,000 clones from the 1.5 kb pool (70,000 original clones in this pool), were screened by hybridization with the PCR probe and 9 positive clones identified. Four of these clones were isolated and by restriction mapping these appear to
20 encode two independent clones of 4 to 5 kb (clone 27) and 6 to 7 kb (clone 53) length. Sequencing of clone 27 verified that it contains a coding region of 1.5 kb. See FIG. 13 for sequence of pCEK clone27 (clone 27).

Table 6

SEQ ID NO.	Pool No.	Nucleotide Sequence (Degenerate substitutions are shown in parentheses)
3	3407	G.AGA.GAC.GA(GA).GA(GA).CC(AT).GAG.GAG.CC
4	3408	G.AGA.GAC.GA(GA).GA(GA).CC(AT).GAA.GAG.CC
5	3409	G.AGA.GAC.GA(GA).GA(GA).CC(AT).GAA.GAA.CC
6	3410	G.AGA.GAC.GA(GA).GA(GA).CC(AT).GAG.GAA.CC
7	3411	AGA.GAC.GA(GA).GA(GA).CC(CG).GAG.GAG.CC

8	3412	AGA.GAC.GA(GA).GA(GA).CC(CG).GAA.GAG.CC
9	3413	AGA.GAC.GA(GA).GA(GA).CC(CG).GAA.GAA.CC
10	3414	AGA.GAC.GA(GA).GA(GA).CC(CG).GAG.GAA.CC
11	3415	CG.TCA.CAG.(GA)TT.(GA)TC.AAC.CAT.CTC
12	3416	CG.TCA.CAG.(GA)TT.(GA)TC.TAC.CAT.CTC
13	3417	CG.TCA.CAG.(GA)TT.(GA)TC.CAC.CAT.CTC
14	3418	CG.TCA.CAG.(GA)TT.(GA)TC.GAC.CAT.CTC
15	3419	CG.TCA.CAG.(GA)TT.(GA)TC.AAC.CAT.TTC
16	3420	CG.TCA.CAG.(GA)TT.(GA)TC.TAC.CAT.TTC
17	3421	CG.TCA.CAG.(GA)TT.(GA)TC.CAC.CAT.TTC
18	3422	CG.TCA.CAG.(GA)TT.(GA)TC.GAC.CAT.TTC

Table 7

SEQ ID NO.	Pool No.	Nucleotide Sequence
19	3458	GAG GGG CAG CTT TGT GGA GA
20	3468	CAG.CAT.AGG.CCA.GCC.CCA.GGA.TGC.CT
21	3469	GTG.ATG.GCA.GCA.ATG.TTG.GCA.CGC

Example 2

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Screening of human fetal brain cDNA library

The Origene human fetal brain Rapid-Screen™ cDNA Library Panel is provided as a 96-well format array consisting of 5000 clones (plasmid DNA) per well from a human fetal brain library. Subplates are available for each well consisting of 96 wells of 50 clones each in *E. coli*. This is an oligo-dT primed library, size-selected and unidirectionally inserted into the vector pCMV-XL3.

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94 wells from the master plate were screened using PCR. The Reaction 1 Conditions described in Example 1, above, were followed, using only primers 3407 and 3416 with 30ng of plasmid DNA from each well. Two pools showed the positive 70bp band. The same primers and conditions were used to screen 1µl *E. coli* from each well of one of the subplates. *E. coli* from the single positive well was then plated onto LB/amp

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plates and single colonies screened using the same PCR conditions. The positive clone, about 1Kb in size, was labeled 9C7E.35. It contained the original peptide sequence as well as 5' sequence that included a methionine. The 3' sequence did not contain a stop codon, suggesting that this was not a full-length clone, consistent with Northern blot data.

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Example 3

PCR Cloning Methods

FIG. 4 shows a schematic diagram of the specific 3'RACE strategy used in experiments carried out in support of the present invention and effective to elucidate the polynucleotide encoding human β -secretase. Methods and conditions appropriate for replicating the experiments described herein and/or determining polynucleotide sequences encoding additional members of the novel family of aspartyl proteases described herein may be found, for example, in White, B.A., ed., PCR Cloning Protocols; Humana Press, Totowa, NJ, 1997, or Ausubel, *supra*, both of which are incorporated herein by reference.

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RT-PCR

For reverse transcription polymerase chain reaction (RT-PCR), two partially degenerate primer sets used for RT-PCR amplification of a cDNA fragment encoding this peptide. Primer set 1 consisted of DNA's #3427-3434, the sequences of which are shown in Table 8, below. Matrix RT-PCR using combinations of primers from this set with cDNA reverse transcribed from primary human neuronal cultures as template yielded the predicted 54 bp cDNA product with primers #3428 + 3433. All RT-PCR reactions employed 10-50 ng input poly-A+ RNA equivalents per reaction, and were carried out for 35 cycles employing step cycle conditions with a 95°C denaturation for 1 minute, 50°C annealing for 30 sec, and a 72°C extension for 30 sec.

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The degeneracy of primers #3428 + 3433 was further broken down, resulting in primer set 2, comprising DNAs #3448-3455 (Table 3). Matrix RT-PCR was repeated using primer set 2, and cDNA reverse transcribed from poly-A+ RNA from IMR-32 human neuroblastoma cells (American Type Culture Collection, Manassas, VA), as well as primary human neuronal cultures, as template for amplification. Primers #3450 and 3454 from set 2 most efficiently amplified a cDNA fragment of the predicted size (72

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bp), although primers 3450+3453, and 3450+3455 also amplified the same product, albeit at lower efficiency. The DNA sequence of the 72 bp PCR product obtained by amplification of cDNA from IMR-32 cells, and primary human neuronal cultures, with primers 3450 and 3454 is shown in the lower portion of FIG. 4

5 5' and 3' RACE-PCR

Internal primers matching the upper (coding) strand for 3' Rapid Amplification of 5' Ends (RACE) PCR, and lower (non-coding) strand for 5' RACE PCR were designed and made according to methods known in the art (*e.g.*, Frohman, M. A., M. K. Dush and G. R. Martin (1988). "Rapid production of full-length cDNAs from rare transcripts: amplification using a single gene specific oligo-nucleotide primer." Proc. Natl. Acad. Sci. U.S.A. **85**(23): 8998-9002.) The DNA primers used for this experiment (#3459 & #3460) are illustrated schematically in FIG. 4, and the exact sequence of these primers is presented in Table 3. These primers can be utilized in standard RACE-PCR methodology employing commercially available templates (*e.g.* Marathon Ready cDNA®, Clontech Labs), or custom tailored cDNA templates prepared from RNAs of interest as described by Frohman et al. (*ibid.*).

In experiments carried out in support of the present invention, a variation of RACE was employed to exploit an IMR-32 cDNA library cloned in the retrovirus expression vector pLPCXlox, a derivative of pLNCX. As the vector junctions provide unique anchor sequences abutting the cDNA inserts in this library, they serve the purpose of 5' and 3' anchor primers in RACE methodology. The sequences of the specific 5' and 3' anchor primers we employed to amplify β -secretase cDNA clones from the library, primers #3475 and #3476, are derived from the DNA sequence of the vector provided by Clontech Labs, Inc., and are shown in Table 3.

Primers #3459 and #3476 were used for 3' RACE amplification of downstream sequences from our IMR-32 cDNA library in the vector pLPCXlox. The library had previously been sub-divided into 100 pools of 5,000 clones per pool, and plasmid DNA was isolated from each pool. A survey of the 100 pools with the primers identified as diagnostic for presence of the β -secretase clone, according to methods described in Example 1, above, provided individual pools from the library for RACE-PCR. 100 ng

template plasmid from pool 23 was used for PCR amplification with primers 3459+3476. Amplification was carried out for 40 cycles using ampli-Taq Gold®, under the following conditions: denaturation at 95°C for 1 min, annealing at 65°C for 45 sec., and extension at 72°C for 2 min. Reaction products were fractionated by agarose gel chromatography, according to methods known in the art (Ausubel; Sambrook).

An approximately 1.8 Kb PCR fragment was revealed by agarose gel fractionation of the reaction products. The PCR product was purified from the gel and subjected to DNA sequence analysis using primer #3459. The resulting sequence, designated 23A, and the predicted amino acid sequence deduced from the DNA sequence are shown in FIG. 5. Six of the first seven deduced amino-acids from one of the reading frames of 23A were an exact match with the last 7 amino-acids of the N-terminal sequence determined from the purified protein, purified and sequenced in further experiments carried out in support of the present invention, from natural sources.

Table 8

SEQ ID NO.	DNA #	NUCLEOTIDE SEQUENCE	COMMENTS
22	3427	GAY GAR GAG CCN GAG GA	
23	3428	GAY GAR GAG CCN GAa GA	
24	3429	GAY GAR GAa CCN GAg GA	
25	3430	GAY GAR GAa CCN GAa GA	
26	3431	RTT RTC NAC CAT TTC	
27	3432	RTT RTC NAC CAT cTC	
28	3433	TCN ACC ATY TCN ACA AA	
29	3434	TCN ACC ATY TCN ACG AA	
30	3448	ata <u>ttc tag a</u> GAY GAR GAg CCa GAa GA	5' primer, break down of 3428 w/ 5' XbaI tail, 1 of 4

31	3449	ata <u>ttc tag a</u> GAY GAR GAg CCg GAa GA	5' primer, break down of 3428 w/ 5' XbaI tail, 2 of 4
32	3450	ata <u>ttc tag a</u> GAY GAR GAg CCc GAa GA	5' primer, break down of 3428 w/ 5' XbaI tail, 3 of 4
33	3451	ata <u>ttc tag a</u> GAY GAR GAg CCt GAa GA	5' primer, break down of 3428 w/ 5' XbaI tail, 4 of 4
34	3452	aca <u>cga att c</u> TT RTC NAC CAT YTC aAC AAA	breakdown of 3433, 1 of 4; tm = 50
35	3453	aca <u>cga att c</u> TT RTC NAC CAT YTC gAC AAA	breakdown of 3433 w/ 5' Eco RI tail, 2 of 4; tm = 50
36	3454	aca <u>cga att c</u> TT RTC NAC CAT YTC cAC AAA	breakdown of 3433 w/ 5' Eco RI tail, 3 of 4; tm = 50
37	3455	aca <u>cga att c</u> TT RTC NAC CAT YTC tAC AAA	breakdown of 3433 w/ 5' Eco RI tail, 4 of 4; tm = 50
38	3459	aa gaG CCC GGC CGG AGG GGC A	5' upper strand primer for 3' race encodes eEPGRRG
39	3460	aaa GCT GCC CCT CCG GCC GGG	3' lower strand primer for 5' RACE
40	3475	AGC TCG TTT AGT GAA CCG TCA GAT CG	pLNCX 5' primer
41	3476	ACC TAC AGG TGG GGT CTT TCA TTC CC	pLNCX, 3' primer

Example 4

β -secretase Inhibitor Assays

Assays for measuring β -secretase activity are well known in the art. Particularly useful assays, summarized below, are detailed in allowed U.S. Patent 5,744,346, incorporated herein by reference.

A. Preparation of MBP-C125sw

1. Preparation of cells

Two 250 ml cell culture flasks containing 50 ml LBamp100 per flask were seeded with one colony per flask of E. coli pMAL-C125SW cl. 2 (E. coli expressing MBP-C125sw fusion protein). Cells were allowed to grow overnight at 20 degrees C. 25 ml were seeded in 500 ml per flask of LBamp100 in 2 liter flasks, which were then allowed to grow at 30 degrees. Optical densities were measured at 600 nm (OD_{600}) vs LB broth; 1.5 ml 100mM IPTG was added when the OD was ~0.5. At this point, an aliquot

was taken for SDS-PAGE, "-I". 0.5 ml was centrifuged for 1 min in a Beckman microfuge, and the resulting pellet was dissolved in 0.5 ml 1 x LSB. The cells were incubated/induced for 5-6 hours at 30 C, after which a "+I" aliquot was taken. Cells were then centrifuged at 9,000 rpm in a KA9.1 rotor for 10 min at 4 C. Pellets were retained and stored at -20 C.

2. Extraction of bacterial cell pellets

Frozen cell pellets were resuspended in 50 ml 0.2 M NaCl, 50mM Tris, pH 7.5, then sonicated in rosette vessal for 5 x 20 sec bursts, with 1min rests between bursts. The extract was centrifuged at 16,500 rpm in a KA18.5 rotor 30 min (39,000 x g). Using pipette as a pestle, the sonicated pellet was suspended in 50 ml urea extraction buffer (7.6 M urea, 50 mM Tris pH 7.5, 1 mM EDTA, 0.5% TX-100). The total volume was about 25 ml per flask. The suspension was then sonicated 6x 20 sec, with 1 min rests between bursts. The suspension was then centrifuged again at 16,500 rpm 30 min in the KA18.5 rotor. The resulting supernatant was added to 1.5 L of 0.2 M NaCl-Tris buffer with 1% Triton X-100, and was stirred gently at 4 degrees C for 1 hour, followed by centrifugation at 9,000 rpm in KA9.1, 30 min, 4 C. The supernatant was loaded onto a column of washed amylose (100 ml of 50% slurry; New England BioLabs). The column was washed with 0.2 M NaCl-Tris-1%TX to baseline (+10 column volumes), then with 2 column volumes 0.2M NaCl-Tris-1% reduced Triton X-100. The protein was then eluted with 10 mM maltose in the same buffer. An equal volume of 6 M guanidine HCl/0.5% TX-100 was added to each fraction. Peak fractions were pooled and diluted to a final concentration was about 2 mg/ml. The fractions were stored at -40 degrees C, before dilution (20-fold, to 0.1 mg/ml in 0.15% Triton X-100). Diluted aliquots were also stored at -40 C.

B. Antibody-based Assays

The assays described in this section are based on the ability of certain antibodies, hereinafter "cleavage-site antibodies," to distinguish cleavage of APP by β -secretase, based on the unique cleavage site and consequent exposure of a specific C-terminus formed by the cleavage. The recognized sequence is a sequence of usually about 3-5 residues is immediately amino terminal of the β amyloid peptide (β AP) produced by β -

secretase cleavage of β -APP, such as Val-Lys-Met in wild-type or Val-Asn-Leu- in the Swedish double mutation variant form of APP.

MBP-C125 Assay: Two recombinantly-expressed proteins (FIG. 19 and FIG. 20) were used as substrates for β -secretase. The preferred substrate (FIG. 19) was expressed in *E. coli* as a fusion protein of the last 125 amino acids of APP fused to the carboxy-terminal end of maltose-binding protein (MBP), using commercially available vectors from New England Biolabs. The β -cleavage site was thus 26 amino acids downstream of the start of the C-125 region. This latter site is recognized by SW192.

Recombinant proteins were generated with both the wild-type APP sequence (MBP-C125 WT) at the cleavage site (..Val-Lys-Met-Asp-Ala..) or the "Swedish" double mutation (MBP-C125 SW) (..Val-Asn-Leu-Asp-Ala..). As shown in FIG. 19, cleavage of the intact MBP-fusion protein results in the generation of a truncated amino-terminal fragment, with the new SW-192 Ab-positive epitope uncovered at the carboxy terminus. This amino-terminal fragment can be recognized on Western blots with the same Ab, or, quantitatively, using an anti-MBP capture-biotinylated SW-192 reporter sandwich format, as shown in FIG. 19.

Anti-MBP polyclonal antibodies were raised in rabbits (Josman Labs, Berkeley) by immunization with purified recombinantly expressed MBP (New England Biolabs). Antisera were affinity purified on a column of immobilized MBP. MBP-C125 SW and WT substrates were expressed in *E. coli*, then purified as described above.

Microtiter 96-well plates were coated with purified anti-MBP antibody (@ 5-10 μ g/ml), followed by blocking with human serum albumin. Appropriately diluted β -secretase enzyme (5 μ l) was mixed with 2.5 μ l of 2.2 μ M MBP-C125sw substrate stock, in a 50 μ l reaction mixture with a final buffer concentration of 20 mM acetate buffer, pH 4.8, 0.06% Triton X-100, in individual wells of a 96-well microtiter plate, and incubated for 1 hour at 37 degrees C. Samples were then diluted 5-fold with Specimen Diluent (0.2 g/l sodium phosphate monobasic, 2.15 g/l sodium phosphate dibasic, 0.5 g/l sodium azide, 8.5 g/l sodium chloride, 0.05% Triton X-405, 6 g/l BSA), further diluted 5-10 fold into Specimen Diluent on anti-MBP coated plates, and incubated for 1 h. Biotinylated SW192 antibodies were used as the reporter. SW192 polyclonal antibodies

were biotinylated using NHS-biotin (Pierce), following the manufacturer's instruction. Usually, the biotinylated antibodies were used at about 240 ng/ml, the exact concentration varying with the lot of antibodies used. Following incubation of the plates with the reporter, the ELISA was developed using streptavidin-labeled alkaline phosphatase (Boeringer-Mannheim) and 4-methyl-umbelliferyl phosphate as fluorescent substrate. Plates were read in a Cytofluor 2350 Fluorescent Measurement System. Recombinantly generated MBP-26SW (product analog) was used as a standard to generate a standard curve, which allowed the conversion of fluorescent units into amount of product generated.

This assay protocol was used to screen for inhibitor structures, using "libraries" of compounds assembled onto 96-well microtiter plates. Compounds were added, in a final concentration of 20 μ g/ml in 2% DMSO, in the assay format described above, and the extent of product generated compared with control (2% DMSO only) β -secretase incubations, to calculate "% inhibition." "Hits" were defined as compounds which result in >35% inhibition of enzyme activity at test concentration. This assay can also be used to provide IC₅₀ values for inhibitors, by varying the concentration of test compound over a range to calculate from a dose-response curve the concentration required to inhibit the activity of the enzyme by 50%.

Generally, inhibition is considered significant as compared to control activity in this assay if it results in activity that is at least 1 standard deviation, and preferably 2 standard deviations lower than a mean activity value determined over a range of samples. In addition, a reduction of activity that is greater than about 25%, and preferably greater than about 35% of control activity may also be considered significant.

Using the foregoing assay system, 24 "hits" were identified (>30% inhibition at 50 μ M concentration) from the first 6336 compounds tested (0.4% hit rate). Of these 12 compounds had IC₅₀s less than 50 μ M, including rescreening in the P26-P4'sw assay, below.

P26-P4'sw assay. The P26-p4'sw substrate is a peptide of the sequence (biotin)CGGADRGLTTRPGSGLTNIKTEEISEVNLD AEF (SEQ ID NO: 63). The P26-P1 standard has the sequence (biotin)CGGADRGLTTRPGSGLTNIKTEEISEVNL (SEQ ID NO: 64). Peptides were prepared by Anaspec, Inc. (San Jose, CA) using solid phase

synthesis with boc-amino acids. Biotin was coupled to the terminal cysteine sulfhydryl by Anaspec, Inc. after synthesis of the peptide, using EZ-link Iodoacetyl-LC-Biotin (Pierce). Peptides are stored as 0.8-1.0 mM stocks in 5 mM Tris, with the pH adjusted to around neutral (pH 6.5-7.5) with sodium hydroxide.

5 For the enzyme assay, the substrate concentration can vary from 0 – 200 μ M. Specifically for testing compounds for inhibitory activity, substrate concentration is 1.0 μ M. Compounds to be tested were added in DMSO, with a final DMSO concentration of 5%; in such experiments, the controls also receive 5% DMSO. Concentration of enzyme was varied, to give product concentrations within the linear range of the ELISA assay
10 (125 – 2000 pM, after dilution). These components were incubated in 20 mM sodium acetate, pH 4.5, 0.06% Triton X-100, at 37 °C for 1 to 3 hours. Samples were diluted 5-fold in specimen diluent (145.4 mM sodium chloride, 9.51 mM sodium phosphate, 7.7 mM sodium azide, 0.05% Triton X-405, 6 gm/liter bovine serum albumin, pH 7.4) to quench the reaction, then diluted further for the ELISA as needed. For the ELISA, Costar
15 High Binding 96-well assay plates (Corning, Inc., Corning, NY) were coated with SW 192 monoclonal antibody from clone 16A7, or a clone of similar affinity. P26-P1 standards are diluted in specimen diluent to a final concentration of 0 to 2 nM. Diluted samples and standards (100 μ l) are incubated on the SW192 plates at 4 °C for 24 hours. The plates are washed 4 times in TTBS buffer (150 mM sodium chloride, 25 mM Tris, 0.05 % Tween 20, pH 7.5), then incubated with 0.1 ml/well of streptavidin – alkaline
20 phosphatase (Roche Molecular Biochemicals, Indianapolis, IN) diluted 1:3000 in specimen diluent. After incubating for one hour at room temperature, the plate is washed 4 times in TTBS, and incubated with fluorescent substrate solution A (31.2 gm/liter 2-amino-2-methyl-1-propanol, 30 mg/liter, adjusted to pH 9.5 with HCl). Fluorescent
25 values are read after 30 minutes.

C. Assays using Synthetic Oligopeptide Substrates

This assay format is particularly useful for measuring activity of partially purified β -secretase preparations. Synthetic oligopeptides are prepared which incorporate the
30 known cleavage site of β -secretase, and optionally detectable tags, such as fluorescent or chromogenic moieties. Examples of such peptides, as well as their production and

detection methods are described in allowed U.S. Patent Application USSN 08/659,984, filed June 7, 1996, herein incorporated by reference. Cleavage products can be detected using high performance liquid chromatography, or fluorescent or chromogenic detection methods appropriate to the peptide to be detected, according to methods well known in the art. By way of example, one such peptide has the sequence SEVNL DAEF (SEQ ID NO: 52), and the cleavage site is between residues 5 and 6. Another preferred substrate has the sequence ADRGLTTRPGSGLTNIKTEEISEVNLDAE F (SEQ ID NO: 53), and the cleavage site is between residues 26 and 27.

D. β -secretase Assays of Crude Cell or Tissue Extracts

Cells or tissues were extracted in extraction buffer (20 mM HEPES, pH 7.5, 2 mM EDTA, 0.2% Triton X-100, 1 mM PMSF, 20 μ g/ml pepstatin, 10 μ g/ml E-64). The volume of extraction buffer will vary between samples, but should be at least 200 μ l per 10^6 cells. Cells can be suspended by trituration with a micropipette, while tissue may require homogenization. The suspended samples were incubated for 30 minutes on ice. If necessary to allow pipetting, unsolubilized material was removed by centrifugation at 4 degrees C, 16,000 x g (14,000 rpm in a Beckman microfuge) for 30 minutes. The supernate was assayed by dilution into the final assay solution. The dilution of extract will vary, but should be sufficient so that the protein concentration in the assay is not greater than 60 μ g/ml. The assay reaction also contained 20 mM sodium acetate, pH 4.8, and 0.06% Triton X-100 (including Triton contributed by the extract and substrate), and 220 – 110 pM MBP-C125 (a 1:10 or 1:20 dilution of the 0.1 mg/ml stock described in the protocol for substrate preparation). Reactions were incubated for 1 – 3 hours at 37degrees C before quenching with at least 5 – fold dilution in specimen diluent and assaying using the standard protocol.

Example 5 Purification of β -secretase

A. Purification of Naturally Occurring β -secretase

Frozen tissue (293 cell paste or human brain) was cut into pieces and combined with five volumes of homogenization buffer (20 mM Hepes, pH 7.5, 0.25 M sucrose, 2 mM EDTA). The suspension was homogenized using a blender and centrifuged at

16,000 x g for 30 min at 4°C. The supernatants were discarded and the pellets were suspended in extraction buffer (20 mM MES, pH 6.0, 0.5% Triton X-100, 150 mM NaCl, 2 mM EDTA, 5 µg/ml leupeptin, 5 µg/ml E64, 1 µg/ml pepstatin, 0.2 mM PMSF) at the original volume. After vortex-mixing, the extraction was completed by agitating the tubes at 4°C for a period of one hour. The mixtures were centrifuged as above at 16,000 x g, and the supernatants were pooled. The pH of the extract was adjusted to 7.5 by adding ~1% (v/v) of 1 M Tris base (not neutralized).

The neutralized extract was loaded onto a wheat germ agglutinin-agarose (WGA-agarose) column pre-equilibrated with 10 column volumes of 20 mM Tris, pH 7.5, 0.5% Triton X-100, 150 mM NaCl, 2 mM EDTA, at 4°C. One milliliter of the agarose resin was used for every 1 g of original tissue used. The WGA-column was washed with 1 column volume of the equilibration buffer, then 10 volumes of 20 mM Tris, pH 7.5, 100 mM NaCl, 2 mM EDTA, 0.2% Triton X-100 and then eluted as follows. Three-quarter column volumes of 10% chitin hydrolysate in 20 mM Tris, pH 7.5, 0.5%, 150 mM NaCl, 0.5% Triton X-100, 2 mM EDTA were passed through the column after which the flow was stopped for fifteen minutes. An additional five column volumes of 10% chitin hydrolysate solution were then used to elute the column. All of the above eluates were combined (pooled WGA-eluate).

The pooled WGA-eluate was diluted 1:4 with 20 mM NaOAc, pH 5.0, 0.5% Triton X-100, 2 mM EDTA. The pH of the diluted solution was adjusted to 5.0 by adding a few drops of glacial acetic acid while monitoring the pH. This "SP load" was passed through a 5-ml Pharmacia HiTrap SP-column equilibrated with 20 mM NaOAc, pH 5.0, 0.5% Triton X-100, 2 mM EDTA, at 4 ml/min at 4°C. β-Secretase activity was present in the flow-through fraction, which was neutralized by adding enough 1 M Tris (not neutralized) to bring the pH up to 7.5. The enzyme solution was then loaded onto a 1-ml HiTrap Q anion exchange column (Pharmacia Biotech, Piscataway, NJ) equilibrated with approximately 10 column volumes of 20 mM Tris, pH 7.5, 0.2% hydrogenated Triton X-100, 2 mM EDTA, at 1.5 ml/min at 4°C. The column was washed with 10 column volumes of 20 mM Tris, pH 7.5, 0.2% hydrogenated Triton X-100, 50 mM NaCl, 2 mM EDTA. Protein was eluted using a linear gradient from 50 mM to 350 mM NaCl over 30 minutes at a flow-rate of 1 ml/min at 4°C. The protein concentrations in the HiQ

fractions were measured using a BioRad colorimetric protein assay, and the β -secretase activity was measured using the MBP-C125 cleavage assay at pH 4.8. The fractions in the ascending portion of the protein peak have the highest specific activity and were pooled for further purification of the enzyme.

5 The pooled fractions from the HiTrap Q were then loaded onto a Superdex 200 (26/60) gel exclusion chromatography column, which was eluted with phosphate buffered saline, pH 7.4, 0.2% hydrogenated Triton X-100, 2 mM EDTA, at 1 ml/min, collecting 3 min/fraction. Fractions containing β -secretase activity were identified using the MBP-C125 cleavage assay. The apparent molecular weight of the β -secretase activity eluting
10 from the Superdex column was estimated from the peak elution volume (relative to that of standard proteins) to be $280,000 \pm 9800$ (average of two runs for 293 cells, and two runs for human brain).

 The foregoing methods provided peak activity having a specific activity of greater than 253 nM product/ml/h/ μ g protein in the MBP-C125-SW assay, where specific
15 activity is determined as described below, with about 1500-fold purification of the protein. Specific activity of the purified β -secretase was measured as follows. MBP C125-SW substrate was combined at approximately 220 nM in 20 mM sodium acetate, pH 4.8, with 0.06% Triton X-100. The amount of product generated was measured by the β -secretase assay, also described below. Specific activity was then calculated as:

$$Sp. Act. = \frac{(Product\ conc. nM/ml)(Dilution\ factor)(Incubation\ vol. \mu l)}{(Enzyme\ sol. vol. \mu l)(Incubation\ time\ h.)(Enzyme\ conc. \mu g/ml)}$$

20 The Specific Activity is thus expressed as pmoles of product produced per μ g of β -secretase per hour. Further purification of human brain enzyme was achieved by loading the SP flow through fraction on to the P10-P4'sta D->V affinity column, according to the general methods described below. Results of this purification step are
25 summarized in Table 1, above.

B. Purification of β -secretase from Recombinant Cells

Recombinant cells produced by the methods described herein generally were made to over-express the enzyme; that is, they produced dramatically more enzyme per cell than is found to be endogenously produced by most tissues. It was found that some of the steps described above could be omitted from the preparation of purified enzyme under these circumstances, with the result that even higher levels of purification were achieved.

CosA2 or 293 T cells transfected with β -secretase gene construct (see Example 6) were pelleted, frozen and stored at -80 degrees until use. The cell pellet was resuspended by homogenizing for 30 seconds using a handheld homogenizer (0.5 ml/pellet of approximately 10^6 cells in extraction buffer consisting of 20 mM TRIS buffer, pH 7.5, 2 mM EDTA, 0.2% Triton X-100, plus protease inhibitors: 5 μ g/ml E-64, 10 μ g/ml pepstatin, 1 mM PMSF), centrifuged as maximum speed in a microfuge (40 minutes at 4 degrees C). Pellets were suspended in original volume of extraction buffer, then stirred at 1 hour at 4 degrees C with rotation, and centrifuged again in a microfuge at maximum speed for 40 minutes. The resulting supernatant was saved as the "extract." The extract was then diluted with 20 mM sodium acetate, pH 5.0, 2 mM EDTA and 0.2% Triton X-100 (SP buffer A), and 5M NaCl was added to a final concentration of 60 mM NaCl. The pH of the solution was then adjusted to pH 5.0 with glacial acetic acid diluted 1: 10 in water. Aliquots were saved ("SP load"). The SP load was passed through a 1 ml SP HiTrap column which was pre-washed with 5 ml SP buffer A, 5 ml SP buffer B (SP buffer A with 1 M NaCl) and 10 ml SP buffer A. An additional 2 ml of 5% SP buffer B was passed through the column to displace any remaining sample from the column. The pH of the SP flow-through was adjusted to pH 4.5 with 10X diluted acetic acid. This flow-through was then applied to a P10-P4'staD->V-Sepharose Affinity column, as described below. The column (250 μ l bed size) was pre-equilibrated with at least 20 column volumes of equilibration buffer (25 mM NaCl, 0.2% Triton X-100, 0.1 mM EDTA, 25 mM sodium acetate, pH 4.5), then loaded with the diluted supernatant. After loading, subsequent steps were carried out at room temperature. The column was washed with washing buffer (125 mM NaCl, 0.2% Triton X-100, 25 mM sodium acetate, pH 4.5) before addition of 0.6 column bed volumes of borate elution buffer (200 mM NaCl, 0.2% reduced Triton X-100, 40 mM sodium borate, pH 9.5). The column was then capped, and

an additional 0.2 ml elution buffer was added. The column was allowed to stand for 30 minutes. Two bed volumes elution buffer were added, and column fractions (250 µl) were collected. The protein peak eluted in two fractions. 0.5 ml of 10 mg/ml pepstatin was added per milliliter of collected fractions.

5 Cell extracts made from cells transfected with full length clone 27 (SEQ ID NO: 2; 1-501), 419stop (SEQ ID NO:57) and 452stop (SEQ ID NO: 59) were detected by Western blot analysis using antibody 264A (polyclonal antibody directed to amino acids 46-67 of β -secretase with reference to SEQ ID NO: 2).

10 Example 6

Preparation of Heterologous Cells Expressing Recombinant β -secretase

Two separate clones (pCEKclone27 and pCEKclone53) were transfected into 293T or COS(A2) cells using Fugene and Effectene methods known in the art. 293T 15 cells were obtained from Edge Biosystems (Gaithersburg, MD). They are KEK293 cells transfected with SV40 large antigen. COSA2 are a subclone of COS1 cells; subcloned in soft agar.

Fugene Method: 293T cells were seeded at 2×10^5 cells per well of a 6 well culture plate. Following overnight growth, cells were at approximately 40-50% confluency. 20 Media was changed a few hours before transfection (2 ml/well). For each sample, 3 µl of FuGENE 6 Transfection Reagent (Roche Molecular Biochemicals, Indianapolis, IN) was diluted into 0.1 ml of serum-free culture medium (DME with 10 mM Hepes) and incubated at room temperature for 5 min. One microgram of DNA for each sample (0.5-2 25 mg/ml) was added to a separate tube. The diluted FuGENE reagent was added drop-wise to the concentrated DNA. After gentle tapping to mix, this mixture was incubated at room temperature for 15 minutes. The mixture was added dropwise onto the cells and swirled gently to mix. The cells were then incubated at 37 degrees C, in an atmosphere of 7.5% CO₂. The conditioned media and cells were harvested after 48 hours. Conditioned media was collected, centrifuged and isolated from the pellet. Protease 30 inhibitors (5 µg/ml E64, 2 µg/ml pepstatin, 0.2 mM PMSF) were added prior to freezing. The cell monolayer was rinsed once with PBS, then 0.5 ml of lysis buffer (1 mM HIPIS,

pH 7.5, 1 mM EDTA, 0.5% Triton X-100, 1 mM PMSF, 10 µg/ml E64) was added. The lysate was frozen and thawed, vortex mixed, then centrifuged, and the supernatant was frozen until assayed.

Effectene Method. DNA (0.6µg) was added with “EFFECTENE” reagent (Qiagen, Valencia, CA) into a 6-well culture plate using a standard transfection protocol according to manufacturer’s instructions. Cells were harvested 3 days after transfection and the cell pellets were snap frozen. Whole cell lysates were prepared and various amounts of lysate were tested for β-secretase activity using the MBP-C125SW substrate.

FIG. 13 shows the results of these experiments, in which picomoles of product formed is plotted against micrograms of COS cell lysate added to the reaction. The legend to the figure describes the enzyme source, where activity from cells transfected with DNA from pCEKclone27 and PCEKclone53 (clones 27 and 53) using Effectene are shown as closed diamonds and solid squares, respectively, activity from cells transfected with DNA from clone 27 prepared with Fugene are shown as open triangles, and mock transfected and control plots show no activity (closed triangles and “X” markers). Values greater than 700 pM product are out of the linear range of the assay.

Example 7

Preparation of P10-P4’s ta(D->V) Sepharose Affinity Matrix

A. Preparation of inhibitor peptides, including P10-P4’s ta(D->V).

The synthetic peptide inhibitor peptides of the invention were synthesized in a peptide synthesizer using boc-protected amino acids for chain assembly. All chemicals, reagents, and boc amino acids were purchased from Applied Biosystems (ABI; Foster City, CA) with the exception of dichloromethane and N,N-dimethylformamide which were from Burdick and Jackson. The starting resin, boc-Phe-OCH₂-Pam resin was also purchased from ABI. All amino acids were coupled following preactivation to the corresponding HOBt ester using 1.0 equivalent of 1-hydroxybenzotriazole (HOBt), and 1.0 equivalent of N,N-dicyclohexylcarbodiimide (DCC) in dimethylformamide. The boc protecting group on the amino acid α-amine was removed with 50% trifluoroacetic acid in dichloromethane after each coupling step and prior to Hydrogen Fluoride cleavage.

Amino acid side chain protection was as follows: Glu(Bzl), Lys(Cl-CBZ), Ser(OBzl), Thr(OBzl). All other amino acids were used with no further side chain protection including boc-Statine. [(Bzl) benzyl, (CBZ) carbobenzoxy, (Cl-CBZ) chlorocarbobenzoxy, (OBzl) O-benzyl]

5 After the sequential addition of all fourteen residues the P10-P4'sta(D->V) peptide has the sequence NH₂-KTEEISEVN[sta]VAEF-COOH, where "sta" represents a statine moiety. The side chain protected peptide resin was deprotected and cleaved from the resin by reacting with anhydrous hydrogen fluoride (HF) at 0°C for one hour. This generated the fully deprotected crude peptide as a C-terminal carboxylic acid.

10 Following HF treatment, the peptide was extracted from the resin in acetic acid and lyophilized. The crude peptide was then purified using preparative reverse phase HPLC on a Vydac C4, 330Å, 10µm column 2.2cm I.D. x 25cm in length. The solvent system used with this column was 0.1% TFA / H₂O ([A] buffer) and 0.1% TFA / CH₃CN ([B] buffer) as the mobile phase. Typically the peptide was loaded onto the
15 column in 2 % [B] at 8-10 mL/min. and eluted using a linear gradient of 2% [B] to 60% [B] in 174 minutes.

The purified peptide was subjected to mass spectrometry, and analytical reverse phase HPLC to confirm its composition and purity.

20 B. Incorporation of P10-P4'sta(D->V) into Affinity Matrix

All manipulations were carried out at room temperature. 12.5 ml of 80% slurry of NHS-Sepharose (i.e. 10 ml packed volume; Pharmacia, Piscataway, NJ) was poured into a Bio-Rad EconoColumn (BioRad, Richmond, CA) and washed with 165 ml of ice-cold 1.0 mM HCl. When the bed was fully drained, the bottom of the column was closed off,
25 and 5.0 ml of 7.0 mg/ml P10-P4'sta(D->V) peptide (dissolved in 0.1 M HEPES, pH 8.0) was added. The column was capped and incubated with rotation for 24 hours. After incubation, the column was allowed to drain, then washed with 8 ml of 1.0 M ethanolamine, pH 8.2. An additional 10 ml of the ethanolamine solution was added, and the column was again capped and incubated overnight with rotation. The column bed was
30 washed with 20 ml of 1.5 M sodium chloride, 0.5 M Tris, pH 7.5, followed by a series of buffers containing 0.1 mM EDTA, 0.2% Triton X-100, and the following components; 20

mM sodium acetate, pH 4.5 (100 ml); 20 mM sodium acetate, pH 4.5, 1.0 M sodium chloride (100 ml); 20 mM sodium borate, pH 9.5, 1.0 M sodium chloride (200 ml); 20 mM sodium borate, pH 9.5 (100 ml). Finally, the column bed was washed with 15 ml of 2 mM Tris, 0.01% sodium azide (no Triton or EDTA), and stored in that buffer, at 4°C.

- 5 **C. Sequences and inhibition data for heptamer peptides (Table 9)** with reference to the 10 peptide sequence around the β -secretase cleavage site of the Swedish mutation of APP (P5 to P5').

Table 9

Example	P5		P3		P1	P1'	P4'		P5'	IC ₅₀ Group*
(swedish)	S	E	V	N	L	D	A	E	F	
7B			AcV-	--M--	-Sta-	--V--	-----	-----	-----	I
7C			-----	-----	-----	-Abu-	-----	-----	-----	II
7D			-----	-----	-----	-Phg-	-----	-----	-----	II
7E			-----	-----	-----	--A--	-----	-----	-----	II
7F			-----	-----	-----	t-Leu	-----	-----	-----	IV
7G			-----	-Phg-	-----	--V--	-----	-----	-----	I
7H			-----	n-Leu	-----	-----	-----	-----	-----	I
7I			-----	--N--	-----	-----	-----	-----	-----	II
7J			-----	--F--	-----	-----	-----	-----	-----	II
7K			-----	--E--	-----	-----	-----	-----	-----	II
7L			-----	--V--	-----	-----	-----	-----	-----	IV
7M			-----	--G--	-----	-----	-----	-----	-----	II
7N			-----	--M--	-----	xxxx [†]	-----	-----	-----	II
7O			-----	-----	phe-Sta	--V--	-----	-----	-----	I
7P			-----	-----	nor-Sta	-----	-----	-----	-----	II
7Q			(NH ₂)V	-----	acha	-----	-----	-----	-----	II
7R			-----	-----	-Sta-	-----	xxxx	-----	-----	II

10

Heptamers are mapped as P3 to P4'. A dashed line indicates the amino acid at that position is the same as the one immediately above it. A vertical line in a box indicates that that amino acid is the N- or C-terminus.

* Group I has IC₅₀ of <1 μ m; Group II of =1<10 μ m; Group III =10<20 μ m; Group IV =20

15 <50 μ m.

[†] indicates that the amino acid was deleted from the sequence making it a hexameric peptide

Abu = α -aminobutyric acid; Phg = phenylglycine; t-Leu = tertiary leucine; n-Leu is normal leucine; Statine is a known γ -amino acid Merck Index 11th Ed. # 8759 having the

formula $(\text{CH}_3)_2\text{CHCH}(\text{NH}_2)\text{CH}(\text{OH})\text{CH}_2\text{CO}_2\text{H}$, phe-Sta = phenylstatine (i.e. Sta having a benzyl side chain); acha is cyclohexylstatine (i.e. Sta having a cyclohexylmethyl side chain); nor-Sta is the statine residue without the methylene group intervening between the carbonyl and hydroxymethylene groups, effectively it is Sta with the “backbone”

5 shortened by one methylene group.

The substrates for these studies were synthesized using solid support sequential synthesis as described above in 7A. Assays of the inhibitory activity were performed in the MBP C125 assays described in Example 4 and IC_{50} values were generated.

Parent ions from mass spectrum analysis of Examples 7B-7R (see Table 7) where
10 available:

7B	MH+ = 895	7K	MH+ = 893
7C	MH+ = 881	7L	MH+ = 863
7D	MH+ = 929	7M	MH+ = 821
7E	MH+ = 867	7N	
7F	MH+ = 909	7O	
7G	MH+ = 897	7P	MH+ = 881
7H	MH+ = 877	7Q	MH+ = 851
7I	MH+ = 878	7R	MH+ = 782
7J	MH+ = 911		

Example 8 Co-Transfection of Cells with β -secretase and APP

15 293T cells were co-transfected with equivalent amounts plasmids encoding APP_{sw} or wt and β -secretase or control β -galactoside (β -gal) cDNA using FuGene 6 Reagent, as described in Example 4, above. Either pCEKclone27 or pohCJ containing full length β -secretase were used for expression of β -secretase. The plasmid construct pohCK751 used for the expression of APP in these transfections was derived as described in Dugan et al.,
20 JBC, 270(18) 10982-10989(1995) and shown in FIG. 21. A β -gal control plasmid was added so that the total amount of plasmid transfected was the same for each condition. .
 β -gal expressing pCEK and pohCK vectors do not replicate in 293T or COS cells.
Triplicate wells of cells were transfected with the plasmid, according to standard methods described above, then incubated for 48 hours, before collection of conditioned media
25 and cells. Whole cell lysates were prepared and tested for the β -secretase enzymatic

5

herein are herein incorporated by reference.